



ONE *Iowa* Unlimited Future



**Iowa Fiscal Year 2008
Budget Report**

Governor Chet Culver and Lt. Governor Patty Judge



This budget document was prepared for

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TABLE OF CONTENTS

LETTER FROM GOVERNOR & LT. GOVERNOR	iii
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POLICY HIGHLIGHTS

Achieving Student Excellence	3
Renewable Energy as the New Economy	5
Healthy Opportunities	7
Keeping our Communities Safe	9
Caring for our State Infrastructure	11

ECONOMY & BUDGET DISCUSSION

National Economic Conditions	15
Iowa Economic Conditions	19
Components of the Iowa Economy	23
State of Iowa Government Organization Chart	28
Revenue Sources & Estimates	29
Summary of Financial Information for General Fund	33

FINANCIAL SUMMARIES FOR MAJOR FUNDS

General Fund	36
Estimated Condition of the General Fund	37
Estimated Condition of the Cash Reserve GAAP, and Economic Emergency Funds	38
General Fund Revenue	39
General Fund and Other Funds	40
General Fund Accrued Revenue Changes	41
General Fund Refunds of Taxes Paid	42
General Fund Appropriations by Functional Area	43
Recommended General Fund Supplemental Appropriations	44
Calculation of Cash Reserve Fund and Economic Emergency Fund Percentage Goals	45
Calculation of Statutory Expenditure Limit	46
Senior Living Trust Repayment	47
Rebuild Iowa Infrastructure Fund	48
Environment First Fund	52
Vertical Infrastructure Fund	54
Technology Reinvestment Fund	56
Tobacco Securitization Fund	58
Endowment for Iowa's Health Fund	62
Healthy Iowans Tobacco Trust Fund	64

Endowment for Iowa's Health Restricted Capitals Fund-----	66
Senior Living Trust Fund -----	68
Property Tax Credit Fund -----	70
State Fish & Game Protection Fund-----	72
Road Use Tax Fund -----	74
Primary Road Fund -----	78
History of Appropriable Receipts 1996 to 2005-----	81
Funding Elementary and Secondary Education 1995 to 2006 -----	82
General Fund Appropriation by Function-----	83
Major Fund Appropriation Report -----	94
All Other Funds Appropriation by Function -----	105



CHESTER J. CULVER
GOVERNOR

OFFICE OF THE GOVERNOR

PATTY JUDGE
LT. GOVERNOR

January 30, 2007

To Members of the 82nd General Assembly,

We are pleased to submit the Fiscal Year 2008 budget for the State of Iowa pursuant to *Iowa Code* section 8.21 and our constitutional authority. Building on the progress our State has made over the past few years, this budget boldly begins to implement the important improvements that we are committed to achieving in education, economic development, and health care. By adopting the budget proposed today, we can truly build One Iowa of Unlimited Opportunities.

We are recommending increases in funds for every sector of Iowa's educational system, from pre-school education through higher education. We must increase our teachers' salaries to equal the national average, expand opportunities for pre-school education across the state, and make college education more accessible to all Iowans. Our budget proposes a \$70 million appropriation for teacher salary increases in Fiscal Year 2008, which is the largest single increase in teacher pay ever made in our state history. We also recommend a supplemental appropriation of \$2.5 million in Fiscal Year 2007 and an appropriation of \$10 million in Fiscal Year 2008 from the Rebuilt Iowa Infrastructure Fund to create a stem cell research center at the University of Iowa and significant increases in funding for the community colleges and Regents for faculty salaries and basic university operating costs.

We see an opportunity to move Iowa towards greater independence from foreign oil and to capitalize on our unique advantages in the developing biomass economy. Accordingly, we propose a transformation of our economy by creating a four-year \$100 million Iowa Power Fund. To jump start development of the Fund, we recommend an immediate Fiscal Year 2007 supplemental appropriation of \$25 million. This will help to make Iowa a leader in the renewable energy, alternative fuel, and clean technology industries as we set a goal of markedly reducing Iowa's dependence on expensive foreign oil over the next four years.

We recognize that we must expand health care coverage and do more to support healthy lifestyles among our citizens. We remain concerned about the number of Iowans who do not have access to affordable, quality health care. Our budget provides an increase in the cigarette tax of \$1.00 per pack in order to reduce the number of young and adult smokers and save more than 17,000 Iowans' lives annually. Iowans overwhelmingly support this increase, and the additional revenues will help to provide health care insurance for more than 250,000 needy chil-



dren as well as for another 6,500 presently uninsured parents, fully fund the Iowa Medicaid Program, increase funding for smoking cessation programs, and restore funds to the Senior Living Trust Fund.

We have proposed a budget based upon sound fiscal practices. We continue to provide for full funding of the state's Reserve Funds and for replenishing the Senior Living Trust Fund. In a departure from past practice, we recommend fully funding the Iowa Medicaid Program and restoring \$40 million to the Property Tax Credit Fund. While another \$119.9 million of property tax credits still needs to be funded, our proposal places us on a path to restoring this fund over the next four years. Finally, we strongly recommend that the Legislature avoid the past practice of under funding the costs of state employee salaries. This practice has led to serious understaffing levels in crucial areas.

We look forward to working with you in a bi-partisan manner to discover our potential and create 'One Iowa.' We believe that the budget proposal being transmitted today sets us on that course.

Sincerely,



Chester J. Culver
Governor



Patty Judge
Lt. Governor

POLICY HIGHLIGHTS

- ACHIEVING STUDENT EXCELLENCE
- RENEWABLE ENERGY AS THE NEW ECONOMY
- HEALTHY OPPORTUNITIES
- KEEPING OUR COMMUNITIES SAFE
- CARING FOR OUR STATE INFRASTRUCTURE

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ACHIEVING STUDENT EXCELLENCE

Our investment today in Iowa's children will produce large dividends tomorrow. We need to ensure that all Iowa residents have access to education and skill development so that they can be productive and contributing members of the community. Governor Culver and Lt. Governor Judge propose making the largest single increase in funding for pre-kindergarten to 12th grade education ever recommended by any Governor of Iowa. This investment in our human capital – Iowa's great people, our traditionally high-quality educational system, a 21st Century workforce development system – will help us attract the kinds of jobs and industries we want.

Expand Early Childhood Education

Governor Culver and Lt. Governor Judge will jump-start existing pre-school education programs with an additional \$20 million commitment for Fiscal Year 2008. They propose to increase funding each year over four years until all four-year olds have access to quality preschool, creating a long-term, sustained funding mechanism for quality preschool programming.

Increase Teacher Salaries

Governor Culver and Lt. Governor Judge propose an additional \$35 million appropriation for teacher salaries in addition to the planned increase of approximately \$105 million over three years that has already been approved by the Legislature. The Fiscal Year 2008 total increase of \$70 million recommended by Governor Culver and Lt. Governor Judge is the first step in a four-year plan to move the salaries of Iowa's teachers to the national average and begin the process of respecting the professional contributions of our best educators.

In addition to increasing the direct appropriation for teacher salaries, Governor Culver and Lt. Governor Judge's budget includes a 4-percent increase in allowable growth for Fiscal Year 2009 in order to provide approximately \$109 million in additional state aid for improving the quality of classroom instruction.

Develop a Senior Year Plus Program

The Governor and Lt. Governor will develop a Senior Year Plus program to make available more college freshman-level courses to the high school student who demonstrates an ambition and a commitment to achieve first-year college level course work. They propose an appropriation of \$300,000 in Fiscal Year 2008 to develop the program and \$3 million in Fiscal Year 2009 for implementation.

Commit to Community College Excellence

Now it is time to update our community colleges for the mission of reorienting Iowa's workforce to the challenges of the new economy. As we explore our State's potential in renewable energy and alternative fuels, community colleges must provide workers with the specific skills they will need to fill the jobs that are created. The community college system has grown and expanded to play multiple, vital roles in our State. Community colleges provide an invaluable vocational educational system; they provide centers of lifelong learning; they promote community education courses; and, frequently, they offer a stepping stone for students to enter our universities. Governor Culver and Lt. Governor Judge propose to invest \$12.4 million from the General Fund in additional funding in the community college system.

Create the All Iowa Scholarship Program

Governor Culver and Lt. Governor Judge recommend a \$5 million appropriation for Fiscal Year 2008, followed by a \$25 million commitment for Fiscal Year 2009, to establish the All Iowa Scholarship Program. The All Iowa Scholarship Program will pay for up to one year of college at an Iowa Regents University or up to two years at an Iowa Community College. The program will encourage both student character and academic scholarship by requiring recipients to work hard and to "play by the rules" in order to receive state scholarship support. With the All Iowa Scholarship program, Iowa will make a commitment to 2007-08 high school juniors, and will provide payments to eligible students during the 2009-10

academic year. Appropriations provided for Fiscal Years 2008 and 2009 will be placed into an endowment for future payments.

Boost Funding for Higher Education

Governor Culver and Lt. Governor Judge are committed to creating opportunities for all students to attend college. A General Fund increase of \$25 million to provide additional support for Iowa's three Regents Universities is recommended in Fiscal Year 2008. This additional funding will create an affordable four-year higher education option to encourage these students to consider Iowa's public universities.

Establish Iowa Center for Regenerative Medicine

Governor Culver and Lt. Governor Judge support the potential of life-saving cures resulting from stem cell research in Iowa. In an effort to jump-start stem cell research initiatives in Iowa, Governor Culver and Lt. Governor Judge recommend a Fiscal Year 2007 General Fund supplemental appropriation of \$2.5 million to create the Iowa Center for Regenerative Medicine in Iowa City. This funding will allow the Board of Regents to immediately begin to formulate plans for their future endeavors in this field. To continue the momentum into Fiscal Year 2008, Governor Culver and Lt. Governor Judge recommend a \$10 million Rebuild Iowa Infrastructure Fund appropriation to provide additional funding for the Center. This Iowa Center for Regenerative Medicine will focus on responsible, state of the art, medical research dedicated to the promise of regenerative medical therapies.

Invest in the Board of Regents Institutions

Governor Culver and Lt. Governor Judge are recommending the following non-General Fund appropriations for Regents institutions:

- University of Iowa Hygienic Laboratory - \$15.65 million;
- Tuition Replacement - \$10.3 million;
- Fire Safety and Deferred Maintenance - \$10 million;
- University of Iowa College of Public Health Building - \$9.1 million;
- Iowa State University Chemistry Building - \$2.2 million;
- University of Northern Iowa Electrical Distribution System – \$625,000; and
- University of Iowa Waterman Non-Profit Center—\$200,000.

Additional Increases in Student Achievement

Governor Culver and Lt. Governor Judge recommend the following General Fund and non-General Fund increases :

- \$1.7 million for the Child Health Specialty Clinic and Area Education Agencies for special education services for eligible children from birth to 3 years of age;
- \$1.0 million to the Department of Education to begin developing an educational data warehouse;
- \$400,000 to support and encourage local school districts to share functions and reorganize;
- \$2.1 million to increase the maximum Iowa Tuition Grant award;
- \$250,000 for additional Iowa Vocational-Technical Tuition Grants;
- \$75,000 to increase the number of Iowa National Guard members receiving tuition assistance;
- \$274,000 for Iowa Public Television to develop, create and acquire programs for multicast services;
- \$200,000 for Vocational Rehabilitation services that lead to employment for Iowans;
- \$100,000 for ICN scheduling activities and ICN assistance;
- \$400,000 so the Department for the Blind can continue providing valuable services; and
- \$250,000 for the Iowa School for the Deaf and the Iowa Braille and Sight Saving School.

RENEWABLE ENERGY AS THE NEW ECONOMY

Create the Iowa Power Fund

Governor Culver and Lt. Governor Judge propose to create the Iowa Power Fund, an investment of \$100 million over four years that will help Iowa businesses expand rapidly into the high-growth renewable energy, alternative fuel and clean technology industries. Because of the importance of this program, they propose a Fiscal Year 2007 supplemental appropriation of \$25 million from the General Fund to start the Iowa Power Fund as soon as possible.

Many of the next generation of good jobs and companies we want to attract are in those renewable energy industries that can give Iowans energy independence from unstable foreign sources of oil. Iowa has already proven that it can feed the world. The Iowa Power Fund will make Iowa a renewable energy leader whose farmers can fuel the world.

As part of this initiative, Governor Culver and Lt. Governor Judge will form a public/private partnership to include business leaders, citizens, government agencies, labor officials, academic experts, and nonprofit leaders, who, as partners, will help to guide the process and carry out key projects financed by the Power Fund.

The Iowa Power Fund will help home-grown energy businesses get started or expand and will leverage new private investments in renewable technologies. Along with financial and technical assistance, State government will craft "next generation" utility regulations to launch a new growth spurt in Iowa's wind, solar, biofuels, biomass, other renewable sources, and clean coal technologies. This proposed overhaul will include an increase in Iowa's renewable power standards to remove practical obstacles so that innovative independent electricity generators will have access to markets for electricity.

Establish Director of Renewable Energy

Governor Culver and Lt. Governor Judge call for a new Director of Renewable Energy to serve as the Executive Director of the Iowa Power Fund. This position, within the Governor's Office, will help to streamline permit processes and obsta-

cles to expanding renewable energy businesses without lowering standards for protecting Iowans' health and environment. This position will also secure more federal funding and attract R&D funding and venture capital, and make certain that Iowa State Government "leads by example" by maximizing cost-saving energy efficiency and/or energy conservation efforts in State operations and by helping new technologies get into the market place by using Iowa State Government's purchasing power.

Strengthen Main Street Iowa Program

Governor Culver and Lt. Governor Judge propose to add \$1 million to the Main Street Iowa Program for more revitalization grants in Fiscal Year 2008. Since the Main Street Iowa program was enacted, over three dozen Iowa communities have been accepted into the Program. Citizens in these communities made an intense, committed effort to revitalize their main street businesses and downtown historic districts. When an old historic building is revitalized to fit a new purpose, the past meets the future and communities can showcase some of the best of what Iowa life has to offer. These concerted efforts to revitalize historic main streets help make small-town Iowa a place entrepreneurs, businesses, and workers can be proud to call home. Iowa's small towns have received more awards from the national Main Street Program than any other state in the nation.

Expand Technology Transfer

In order for Iowa to create a future providing more good-paying jobs with good benefits for our citizens, Iowa must focus on creating industries of the future while building on our traditional strengths. Governor Culver and Lt. Governor Judge recommend a \$10.5 million appropriation to enhance the development of new technologies through this Technology Transfer Program within the Department of Economic Development.

Improve Water Quality

Governor Culver and Lt. Governor Judge believe strongly that we have a responsibility to assure that our water is clean and safe. Clean water is essential to the growth of all Iowa communities. Under this budget proposal, \$5 million from the

Endowment for Iowa Health Account will be made available for the Watershed Improvement Review Board to continue to reduce soil erosion, improve water quality, provide flood control and protect other natural resources. Furthermore, this budget includes a \$4 million appropriation from the Rebuild Iowa Infrastructure Fund to help local governments upgrade their water treatment facilities.

Several communities are working to improve the quality of water in local lakes in order to enhance economic growth. Governor Culver and Lt. Governor Judge recognize these efforts and recommend \$8.6 million from the Rebuild Iowa Infrastructure Fund to be made available to communities to restore the quality of the water in our lakes. Improvements can include dredging, shoreline stabilization and acquisition of easements for critical habitats within watersheds.

HEALTHY OPPORTUNITIES

Nobody needs to tell Iowans about the importance of having access to affordable, quality health care for living life to its fullest potential. Unfortunately, many citizens currently do not have the opportunity to access the care they need, when they need it. Over 300,000 hard-working Iowans presently cannot afford health insurance for themselves or their children. We must do better than this.

Expand Health Care for Uninsured Children

One of Governor Culver and Lt. Governor Judge's highest priorities is to continue to strive towards assuring that all Iowans have health insurance coverage. Today 43,000 children who are eligible for either Medicaid or *hawk-i* are not enrolled in these programs. Governor Culver and Lt. Governor Judge propose outreach efforts totaling \$2 million, including a General Fund appropriation of \$745,000, to assure that all children eligible for health care under these programs will receive health care. The projected state cost of enrolling 25 percent of those children who are eligible but not yet enrolled in the State Children's Health Insurance Program is \$8.3 million in Fiscal Year 2008.

Provide Health Care for Parents

While covering children is a first priority, children also need healthy parents. To that end, Governor Culver and Lt. Governor Judge recommend that a larger portion of parents become eligible for health care under the Iowa Medicaid Program as a first step. They recommend \$9.3 million to increase the deduction for earned income when determining eligibility for Medicaid enrollment. This small adjustment would help an additional 6,400 parents receive coverage.

Leverage the Tobacco Tax

The health security of Iowans is threatened by the use of tobacco products, which costs all Iowans increased medical costs and lost productivity. In order to preserve the State's commitment to health care, smokers must assume greater responsibility for the costs of smoking-related illnesses. Governor Culver and Lt. Governor Judge recommend raising the cost of every pack of cigarettes by \$1.00 to ensure that fewer chil-

dren will begin smoking. According to the Campaign for Tobacco-Free Kids, this change is expected to prevent 38,600 youth from smoking, reduce the number of adult smokers by 20,200, and save more than 17,000 Iowans' lives annually. Projected annual revenues are \$138.4 million from the increase in the tobacco tax. These funds will be used to expand our health care program, fully fund the Iowa Medicaid Program, improve child welfare, provide programs for our seniors, and increase smoking prevention programs by approximately \$3 million.

Establish the Center for Regenerative Medicine

As discussed earlier in the Achieving Student Excellence Section, Governor Culver and Lt. Governor Judge support the potential of life-saving cures resulting from stem cell research in Iowa. Governor Culver and Lt. Governor Judge recommend a Fiscal Year 2007 supplemental appropriation of \$2.5 million from the General Fund to create the Iowa Center for Regenerative Medicine at the University of Iowa and a Fiscal Year 2008 Rebuild Iowa Infrastructure Fund appropriation of \$10 million to provide additional funding for the Center.

Ensure Quality Nursing Home Care

At some point in their lives, many older Iowans and their families are confronted with difficult choices about senior's long-term living needs. When that choice is a nursing home, we must ensure that elders receiving quality care. One way to do that is by supporting the Resident Advocate Committees in each nursing home. Governor Culver and Lt. Governor Judge are proposing the addition of four ombudsmen, at a cost of \$320,000, to assist Resident Advocate Committees.

Help Our Veterans

Governor Culver and Lt. Governor Judge are proposing \$2 million for the Enduring Freedom Support Program to assist veterans. The Program's goals are to identify, screen, train, place, and monitor volunteer ambassadors to help returning veterans and their families access veteran-related and community resources. The focus will be on

employment, education and mental health services available in the community.

Additionally, Governor Culver and Lt. Governor Judge recommend a Fiscal Year 2007 supplemental appropriation of \$2 million for assisting injured veterans and a \$3.5 million appropriation to help veterans obtain home ownership, including a Fiscal Year 2007 supplemental appropriation of \$1.5 million.

Other Health Care Investments

Governor Culver and Lt. Governor Judge also propose the following increases:

- \$17.2 million increase in child care funding to

fully implement the child care provider rate increases passed into law in the last Session of the General Assembly, as well as to pay for costs related to enrollment increases and to replace federal funds;

- \$1.5 million for the child care quality rating system;
- \$46.9 million increase in the Iowa Medicaid Program related to anticipated growth in enrollment and utilization in addition to federal program and funding changes;
- \$8.6 million for mental health and developmental disability community services;
- \$1.7 million for Child Health Specialty Clinics; and
- \$1.36 million for youth health care.

KEEPING OUR COMMUNITIES SAFE

To protect the safety of Iowans and our communities, Governor Culver and Lt. Governor Judge recognize the need to enhance the State's correctional and public safety programs.

Department of Corrections

Supervise Sex Offenders

Governor Culver and Lt. Governor Judge's budget contains an additional \$1.8 million to pay for the increase in costs for supervising and managing convicted sex offenders and those released from prison to community supervision. This funding will provide 16 additional community supervision staff and will support treatment services.

Oakdale Bed Expansion-Special Needs Unit

Governor Culver and Lt. Governor Judge propose a Fiscal Year 2008 appropriation of \$17.5 million to pay for the costs of operations and 290 new staff members at the newly constructed Special Needs Unit at the Oakdale Medical and Classification Center. This will provide primary care services in the infirmary, short-term recuperation and care in the ambulatory unit, geriatric care, and care for those inmates who have chronic debilitating medical illnesses. This Unit will allow care to be provided at one location, which will reduce transfers and provide mental health services for all types of offenders.

Provide Substance Abuse Assessments

Governor Culver and Lt. Governor Judge recommend the expenditure of \$300,000 for substance abuse assessments at Oakdale for all in-coming offenders. Substance abuse assessments will provide detailed information about the level of treatment that each offender needs while in the care of the facility.

Continue the Black Hawk County Drug Court

The Governor and Lt. Governor also propose new funding of \$112,000 to continue the operation of the Drug Court in Black Hawk County. The Drug

Court is a judicially supervised collaborative effort aimed to more effectively work with high-risk, non-violent substance abuse offenders.

Increase Correctional Institutions Staff

Governor Culver and Lt. Governor Judge recognize the critical need for additional funding of \$900,000 for Iowa's correctional institutions to fill existing non-funded security positions. This Fiscal Year 2008 appropriation will fund an additional 20 security positions to complement the additional 110 new security positions at the Oakdale expansion, for a total of 130 new security positions at the Department of Corrections Institutions.

Department of Public Safety

Support Public Safety Officers

Governor Culver and Lt. Governor Judge propose an increase of \$3 million for the Department of Public Safety to pay for costs necessary to maintain the current contingent of officers. Funding increases will allow the department to purchase critical equipment, uniforms, supplies, and to provide training whose costs, in previous years have been funded through peace officer vacancies across the Department.

Strengthen Internet Crimes Against Children Task Force

Governor Culver and Lt. Governor Judge's budget includes new funding of \$388,000 and three additional special agents to expand the Internet Crimes Against Children (ICAC) Task Force. Since its inception, the ICAC Task Force has made over 80 arrests of sexual predators who have attempted to meet and have sexual relations with children. Without the forensic capability of the Electronic Crimes Unit, these cases would frequently not have the evidence needed to prosecute these criminals.

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CARING FOR OUR STATE INFRASTRUCTURE

Governor Culver and Lt. Governor Judge believe strongly that funding for infrastructure and capital projects should help improve the State's infrastructure and continue to provide for maintenance for the State's buildings.

Transportation Projects

Transportation projects in the State are primarily funded by federal revenues and revenues from the Road Use Tax Fund. Except for some "off the top" expenses, these revenues are distributed to governmental entities based on a formula. Funding for State-level projects and operations comes through the Road Use Tax Fund and the Primary Road Fund. Transportation projects are reviewed and approved by the Iowa Transportation Commission, made up of seven commissioners appointed by the Governor and approved by the Senate. The transportation project approval process is done by means of an annual five-year Program.

Department of Transportation

Governor Culver and Lt. Governor Judge are recommending continued infrastructure funding for capital improvement projects at Iowa's commercial and general aviation airports, and for aviation safety improvement projects at Iowa airports. Continued financial support to expand and improve recreational trails in Iowa is also being recommended. In Fiscal Year 2008, additional funding is recommended to support the Department's efforts on projects to develop and improve railroads in Iowa.

Recommendations include additional funds to cover cost increases for fuel, highway maintenance supplies, sand and salt for snow removal, and the production and issuance of driver's licenses. The Fiscal Year 2008 budget includes both increases and decreases associated with the opening of the Department's new Motor Vehicle Division building, and the relocation of the Park Fair Mall facility. Funding is also recommended for the costs of constructing a new maintenance garage in Clarinda.

State Infrastructure and Capital Projects

Infrastructure and capital projects are usually funded through the tax on gambling revenues. For Fiscal Year 2008, the tax on gambling at the riverboats and racetracks are allocated as follows: the first \$60.0 million is deposited into the General Fund and the next \$20.0 million is dedicated to paying the debt on the Vision Iowa and School Infrastructure bonds. Any remaining amounts are to be deposited to the Rebuild Iowa Infrastructure Fund. Most infrastructure and major equipment purchases, along with allocations to other funds, are done from this Rebuild Iowa Infrastructure Fund.

Governor Culver and Lt. Governor Judge's budget will include a three-year appropriation of \$11 million for the Iowa State Fair Authority for construction of an Agriculture Exhibition Center. State funds for this project will be contingent on private contributions of \$5 million.

For further information, please review the financial summaries for the Rebuild Iowa Infrastructure Fund. Governor Culver and Lt. Governor Judge recommend Fiscal Year 2008 appropriations from the Rebuild Iowa Infrastructure Fund for the following projects:

- West Capital Terrace Restoration—\$1.6 million;
- Iowa Workforce Development Building Asbestos Abatement—\$4.0 million;
- Fort Dodge Community Based Corrections Residential Facility—\$2.45 million;
- Great Places—\$3.0 million;
- Community Attraction & Tourism—\$5.0;
- Technology Transfer/Targeted Industries—\$10.5 million;
- STARCOMM—\$2.0 million;
- Secure An Advance Vision for Education (SAVE) - \$10.0 million;
- University of Iowa Hygienic Lab—\$15.65 million;
- University of Iowa College of Public Health Bldg.—\$9.1 million;
- Iowa State University Chemistry Facilities—

\$2.19 million; and

- Center for Regenerative Medicine at the University of Iowa— \$10 million.
- New State office building—\$16.1 million;
- Capitol Interior and Exterior Restoration—\$6.3 million;
- Toledo Iowa Juvenile Home Powerhouse Replacement—\$7.0 million;
- Lake Restoration and Water Quality—\$8.6 million; and
- Water Quality Grants—\$4.0 million.

ECONOMY & BUDGET DISCUSSION

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NATIONAL ECONOMIC CONDITIONS

The State of Iowa's ability to fund services is heavily influenced by the economic environment. Economic conditions have continued to improve in the last few years. Most states, including Iowa, have enjoyed stronger growth in tax collections. This section is intended to place the budget outlook in the broader context of state and national economic conditions.

Current analysis by key economists and forecasting agencies such as Moody's Investors Services' Economy.com, Global Insight, Inc., and the U.S. Bureau of Economic Analysis (BEA), paint a stable picture of the national economy. Any analysis of a nation's economic progress will evaluate the level of gross domestic product (GDP), inflation, unemployment, consumer confidence and spending, and interest rates.

Gross Domestic Product (GDP)

November 2006 data by the Bureau of Economic Analysis show third-quarter Real GDP growth at 2.2 percent. In the second quarter, real GDP increased 2.6 percent. According to a November 2006 report by BEA, "The increase in real GDP primarily reflected positive contributions from personal consumption expenditures, exports, equipment and software, nonresidential structures, and state and local government spending that were partly offset by a negative contribution from residential fixed investment." The deceleration in real GDP growth in the third quarter primarily reflected an acceleration in imports, a larger decrease in residential fixed investments, and decelerations in private inventory investment, in Personal Consumption Expenditures (PCE) for services, and in state and local government spending that were partly offset by upturns in equipment and software, in PCE for durable goods, and in federal government spending.

Inflation

In 2005, the average inflation rate was reported at 3.39 percent. This was up from the 2004 average rate of 2.68 percent. The average rate for 2006 has been running at 3.3 percent. Analysts see the core inflation for consumer products as very benign, at just 1.3 percent, in line with recent evidence from the consumer price index.

Employment/Unemployment

Job growth in December 2006 rose by 167,000. November and October figures were also revised by a combined 29,000 job gain. Service industries posted strong gains. The gain in the service industry was strong enough to offset losses in the manufacturing and construction industries. This has helped ease the fear that the weakening housing market and manufacturing growth might impact negatively on the economy. Within manufacturing the weakness was concentrated in autos and furniture and wood products. Professional/business, education/health and leisure/hospitality services posted the largest job gains in November; even retail trade posted its largest gain in a year.

The nation's unemployment rate held steady at 4.5% in December 2006, representing 6.8 million unemployed persons across the country. For all of 2006, the U.S. unemployment rate dropped to a six-year low of 4.6% as the economy added 1.8 million jobs. The labor force participation rate remained consistent between 66.0% and 66.2% all year and has not been above 66.2% since early 2003, as reported by the U.S. Bureau of Economic Analysis and Iowa Workforce Development in January 2007.

Corporate Profits

In a recent BEA announcement, profits from current production (corporate profits with inventory valuation and capital consumption adjustments) increased \$61.5 billion in the third quarter, compared with an increase of \$22.7 billion in the second quarter of 2006. Current-production cash flow (net cash flow with inventory valuation and capital consumption adjustments) -- the internal funds available to corporations for investment -- increased \$30.2 billion in the third quarter, compared with an increase of \$1.1 billion in the second quarter of 2006.

Taxes on corporate income increased \$14.5 billion in the third quarter, compared with an increase of \$19.2 billion in the second. Profits after tax with inventory valuation and capital consumption adjustments increased \$47.0 billion, compared with an increase of \$3.6 billion. Dividends increased \$19.3 billion, compared with an increase of \$15.4 billion; current-production undis-

tributed profits increased \$27.8 billion in the third quarter, in contrast to a decrease of \$11.8 billion in the second quarter.

In November 2006, BEA reported that domestic profits of financial corporations decreased \$9.1 billion in the third quarter, in contrast to an increase of \$41.7 billion in the second. Domestic profits of nonfinancial corporations increased \$75.8 billion in the third quarter, in contrast to a decrease of \$32.8 billion in the second. In the third quarter, real gross corporate value added and profits per unit of real value added increased. The increase in unit profits reflected a slight increase in unit prices and decreases in both the unit labor and nonlabor costs corporations incurred.

Housing

It has been widely reported nationally that the housing market has started to recover from the slowdown. The National Association of Home Builder's November 16, 2006 Housing Market Activity index stood at 68 in October and 72 in June 2006, suggesting a housing market peak and subsequent moderation. While the renewed interest in investing in public builders indicates that a turnaround is on the horizon, the enthusiasm could be somewhat premature, especially considering the near-record level of inventories of homes available for sale and quarterly reports from the public builders that include decreased new orders and rising cancellations of earlier orders.

According to Moody's Economy.com, while housing-market activity has come down significantly from its peak in the middle of last year, the correction process must still deplete the excesses generated during the recent boom. Many housing markets remain overpriced, and the inventory buildup continued to outpace demand. It has been suggested by analysts that the slight decline in mortgage interest rate and the weakening in house-price appreciation will not be enough to stop the drop in demand for homeownership. Moody's predicts that the unwinding housing market will put downward pressure on broader economic growth as residential construction activity contracts and the wealth effect turns into a drag on consumer spending. The correction will be substantial, but not so severe as to cripple the broader economy.

Consumer Confidence

Moody's Economy.com reports that confidence readings were mixed in November and December 2006, although gains were larger than declines. Support came from stable energy prices and stock market gains. Slowdown from housing markets, debt burdens and slower job growth will limit any further gains going forward. The labor market is expected to remain supportive of incomes, and consumers will continue to spend the bulk of their incomes. The University of Michigan and Conference Board measures of consumer confidence both posted slight increase in December at 109.0, up from 105.3 in November 2006. These changes have been attributed to low gasoline prices, rising stock prices and tight labor markets. The daily Rasmussen index, a Chicago area survey sponsored by The Chicagoland Chamber of Commerce also posted a strong gain in November. This index is used to measure the region's level of economic confidence.

The Federal Reserve and Monetary Policy

Moody's Economy.com reports that "For the third straight meeting, the Federal Open Market Committee (FOMC)- the policy making arm of the Federal Reserve System-held the fed funds rate steady at 5.25% on December 12, 2006, citing slowing growth, especially the weakening in the housing market." Although core inflation has moved higher in recent months, the Fed expects it to moderate. The FOMC maintained its tightening bias, referring to "additional firming that may be needed." However, with the Fed now pausing and growth below potential—particularly as a result of the ongoing weakness in housing—Moody's Economy.com expects the Federal Reserve to hold the fed funds rate steady at 5.25%, but to maintain a tightening bias for another few months. Further rate hikes are not expected because of decreasing energy prices which is helping to bring down inflation. The FOMC is also not expected to boost the federal funds rate above its current and slightly contractionary level of 5.25%. Moody's Economy.com expects the Fed to cut rates in the first half of 2007 as growth remains sluggish and energy prices further recede. Based on these developments, Moody's Economy.com foresees a weaker growth in import prices and slower growth in housing costs, leading to lower inflation in 2007 and 2008.

Fiscal Policy

According to recent forecasts, the U.S. will see a budget deficit in Fiscal Year 2007 of about \$300 billion, about 2 percent of Gross Domestic Product (GDP). Given current trends, there is a structural imbalance between taxes and spending, and over the next few years the federal government will run budget deficits of around 2 percent of GDP. Over the longer run, greater federal spending on retirement programs will lead to even larger federal deficits, of about 3 percent of GDP, absent a dramatic reorientation in fiscal policy. A possible push by U. S. Congress for “pay-as-you-go” budgeting could produce fiscal discipline. The recent war efforts have added to the growing federal budget deficit.

According to Moody’s Economy.com, although revenues are seeing very large gains, the federal deficit is expected to deteriorate in coming years as the cyclical boost to tax collections comes to an end. At the same time, federal spending continues to grow rapidly.

Manufacturing

According to Moody’s Economy.com, the manufacturing industry is the source of the most pronounced weakness in the labor market as the Big Three auto makers continue to offer buyout packages to unionized employees. Since peaking in June 2006, auto industry employment has fallen by 95,000. The majority of the lost factory jobs are directly related to layoffs or strikes at auto and auto parts manufacturing plants.

The domestic auto industry is not the only manufacturing segment seeing big job losses. The housing slowdown is prompting layoffs in wood product and furniture manufacturing. Although job losses have yet to hit the appliance manufacturing industry, the housing bust, coupled with the merger of the nation’s two largest appliance makers—Maytag and Whirlpool—will almost certainly lead to job losses in the industry. Outside of housing- and auto-related industries, the rest of manufacturing is posting decent gains, although recent data from durable goods orders and the ISM manufacturing index point to spreading weakness outside of these segments.

Energy

Energy prices are expected to fluctuate greatly in 2007 and 2008. In the short term, prices are expected to be relatively flat. However, in the long term an upward pressure in prices are expected.

A barrel of crude oil was at \$60 by the end of 2006. This price has fallen to approximately \$55 in early 2007. According to a January 2007 report by Moody’s Economy.com, the warmer weather and an exodus of investor money from oil futures markets are the main reasons for the volatility in prices. Oil prices are expected to settle around \$45 by the end of 2008. The factors that will be driving energy outlook in the coming months and year include the weakness in the U.S. economy in 2007 which will soften global demand for energy and new sources of supply from countries such as Brazil, Angola, Saudi Arabia, Central Asia and the Gulf of Mexico. Others factors include production cut back by OPEC, and easing of investment in oil markets

Outlook

Overall, the economy will continue to struggle with the ongoing housing correction and cuts in vehicle production and jobs. Much of the rest of the nation’s manufacturing base is also working to reduce a modest, but measurable, bulge in unwanted inventories. Real GDP grew only 2.2 percent annualized in the third quarter, and is not expected to expand any more quickly in the current quarter. According to Moody’s Economy.com, if housing and manufacturing were simply neutral with respect to the economy, then the economy would be expanding well above its estimated 3 percent potential. The job market is bending under the weight of slower output growth. Monthly payroll job gains have weakened to closer to 125,000 per month, down from the nearly 200,000 per month the economy was creating this time last year, after accounting for the forthcoming benchmark revisions to the jobs data. The low 4.5 percent unemployment rate may edge higher at the current pace of job creation. Conditions should justify expectations that the expansion will remain intact, but that growth will remain sufficiently soft to ensure that core inflation moderates back to within policymakers’ target rate sometime next year. Some Federal Reserve easing is also likely in 2007.

Moody’s Economy.com is projecting real GDP growth to slow from 3.3 percent in 2006 to 2.5 percent in 2007, with below-potential growth through next summer. Record corporate profits and a sturdy global economy and weaker dollar are behind the optimism that the economy will avoid recession, while the ongoing housing correction and manufacturing slump will ensure that enough slack develops in labor markets to

squelch inflationary pressures. The jobless rate is expected to rise in coming months, peaking at just under 5 percent, and core CPI inflation is expected to fall back firmly within the Federal Reserve's target by the fall of 2007. The Federal Reserve will thus have latitude to ease policy once or twice by mid-2007.

IOWA ECONOMIC CONDITIONS

The State of Iowa uses the Iowa Economic Forecast, which is published and copyrighted by the Institute for Economic Research at the University of Iowa, as a resource in preparing its projections of revenues and expenditures. The December forecast was based on data through the second quarter of 2006 for state data and the third quarter of 2006 for national data. Personal income is expected to grow by 6.4 percent in 2006 and by 5.4 percent in 2007. Real Personal Income growth for 2006 and 2007 is projected at 3.2 percent and 2.1 percent respectively. Employment forecast for 2007 (based on data through the fourth quarter of 2006) is 1.1 percent and 0.9 percent for 2008.

Iowa's economy is supported by a diverse mixture of industry, agriculture, services and government employment. For example, in 1980, agriculture accounted for 11 percent of Iowa's gross domestic product by state (formerly gross state product), business services 11 percent, and the finance, insurance, and real estate sector 13 percent. By 2002, the shares of Iowa's gross state product had changed to 4 percent, 16 percent, and 19 percent, respectively. Currently in 2005, the shares of Iowa's gross domestic product by state had changed to 3.3 percent, 16.7 percent and 17.8 percent respectively.

However, agriculture continues to play an important role in the State economy. Iowa is a leader in the production of corn, soybeans, hogs and cattle. In addition, a larger part of Iowa's non-farm personal income is earned in agriculture-related industries, such as agricultural services, food and kindred products, leather and leather products, and chemicals, in addition to farm machinery.

The agricultural sector remained relatively stable during the last five years. The Iowa Workforce Development (IWD), in their 2004 Iowa Industry Profile, reported that agricultural employment in the state increased by 9.3 percent since the year 2000. In their upcoming 2005 Industry Profile, IWD is reporting increase in agricultural employment of 6.1 percent from 2004 to 2005. In the last five years agricultural employment has increased by 22 percent. Net farm income more than doubled from 2003 to 2004 but showed a 38.1 percent decrease in 2005. Cash receipts from all

commodities increased by 4.2 percent from 2004 to 2005.

Farmland Values

The most recent survey of area bankers indicates that farmland values continue to rise. The Federal Reserve Bank of Chicago surveys farm bankers in the area four times a year to determine their best estimates of farmland values. According to their current survey results, "The value of "good" agricultural land in the Chicago District was unchanged in the third quarter from the second quarter of 2006. The quarterly results for the Chicago District states ranged from a loss of 2 percent in Illinois to 1 percent gains in Indiana, Iowa, and Wisconsin. The year-over-year increase in land values slowed to 7 percent after 10 quarters of 9 percent or greater growth.

It has been suggested that a key factor in areas with land value declines was lessened pressure from housing demand, aided by interest rates at high enough levels to slow demand from nonfarm investors. In areas with land value increases, there was continued demand for recreational purposes and interest in farm expansion to meet demand for biofuel inputs. In some areas, farmers have been priced out of land purchases; in others, farmers keep buying land. The proportion of responding bankers expecting farmland values to increase in the next three months remained under a quarter, with 5 percent expecting declines. Iowa respondents exhibited the highest expectations (30 percent) that farmland values will rise during the fourth quarter of 2006.

At least two-thirds of all states have forecasted no change in land values from October to December. In contrast with a year ago, more bankers have predicted higher rather than lower interest in land purchases among farmers (the difference was just over 10 percent). There was higher demand for farmland among nonfarm investors, though not as strong as a year ago, with 20 percent more of the respondents forecasting interest by non-farm investors going up versus down over the next three to six months. In Illinois, Indiana, and Iowa, demand from both groups is anticipated to increase. Michigan respondents expected lower demand from both groups, but Wisconsin bankers only expected lower demand by farmers. Thirty

percent of the respondents forecasted increases in the volume of farmland transfers from the previous fall and winter, while 16 percent anticipated lower volumes of transfers. Michigan and Wisconsin faced the opposite results from the rest of the Chicago District. From October 1, 2005 to October 1, 2006, Iowa farmland values have increased 5 percent.

Personal Income

The University of Iowa Institute for Economic Research's latest outlook is for personal income in Iowa to grow by 6.4 percent in 2006, 5.4 percent in 2007, and 5.2 percent in 2008.

According to the current U.S. Bureau of Economic Analysis news release on State personal income, "U.S. personal income growth in the third quarter grew 1.4 percent (equaling its average growth rate since 2003:1) following a slower 0.8 percent gain in the second quarter, according to estimates released today by the U.S. Bureau of Economic Analysis. Growth picked up in all regions, with the strongest improvements occurring in the Far West and Mideast regions."

TABLE A-1
Iowa Economic Statistics

Year	Personal Income (\$ Billions)	Initial Jobless Claims Per Month	New Incorporations Filed	Average Annual Unemployment Rate (Percent)
1980	\$28.2	22,411	6,956	5.8
1990	48.3	13,123	5,486	4.3
1998	71.3	11,637	6,366	2.8
1999	72.9	12,767	6,386	2.5
2000	77.7	12,778	6,251	2.6
2001	80.2	17,647	6,987	3.3
2002	81.9	17,426	9,678	3.9
2003	84.0	16,593	9,825	4.4
2004	91.4	13,990	11,786	4.7
2005	94.3	14,450	11,291	4.6

Sources: Labor Market Information Unit, Iowa Workforce Development, U.S. Department of Commerce, Secretary of State of the State of Iowa.

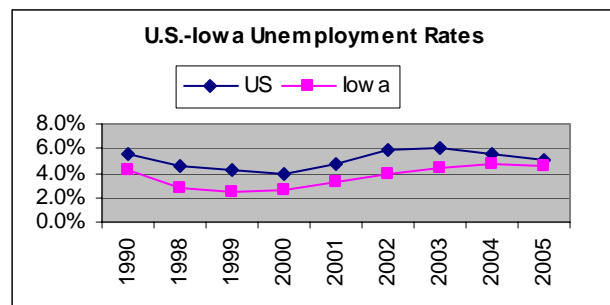
The U.S. Bureau of Economic Analysis also reports that "Third-quarter personal income growth in all regions exceeded inflation as measured by the national price index for personal consumption expenditures. The inflation rate fell to 0.6 percent in the third quarter down from 1.0 percent in the second."

For Iowa, Third Quarter Personal Income is reported at \$100,915 million as compared to the second quarter revised figures of \$99,503 million. This represents a 1.6 percent increase from the third quarter 2005 and a 1.4 percent increase from second quarter 2006. The current data also ranks Iowa 20th nationally in Personal Income growth.

Leading the contributions to the percent change in earnings by place of work in Iowa are the following sectors: farm, durable good manufacturing, transportation and warehousing, professional and technical services, health care and social assistance, and state and local government.

Table A-1 summarizes the State's personal income, monthly initial jobless claims, new incorporations and average unemployment rates for certain years from 1990 through 2005. It appears that the dramatic increase in new incorporation filed in 2002 was the result of previously unincorporated sole proprietorships choosing to become limited liability companies. Since that time, new incorporations filed have increased by 16.7 percent. Iowa's average annual unemployment rate

Figure 1—U.S.-Iowa Unemployment Rate



Source: Labor Market Information Unit, Iowa Workforce Development

has consistently been below the national average since the 1990's (see Figure 1). The average unemployment rate stood at 4.6 percent in 2005.

Per Capita Income

Iowa per capita income has been trending upward since the mid 1980's. In 2005, Iowa per capita income as reported by the U.S. Bureau of Economic Analysis was \$32,315. This places Iowa's rank in this economic variable at 28 nationally. The average per capita income in the nation is reported at \$34,586. (see Figure 2).

Employment

Iowa continues to have an average unemployment rate below the rate of the nation as a whole. Over the past 10 years, Iowa's unemployment rate has been between one and two percentage points below the national average. The U.S. unemployment rate for September 2006 was 4.6 percent, compared to 5.1 percent in September 2005. The seasonally adjusted percent unemployed for the State in September 2005 was 4.5 percent and the rate for September 2006 was 3.4 percent. In September 2006, there were 1,515,400 employed Iowans. This compares with the level of 1,485,200 employed Iowans in September 2005.

Iowa has a greater percentage of labor force employed compared to the nation as a whole and also has a larger percentage of its population actively participating in the labor force. While Iowa's

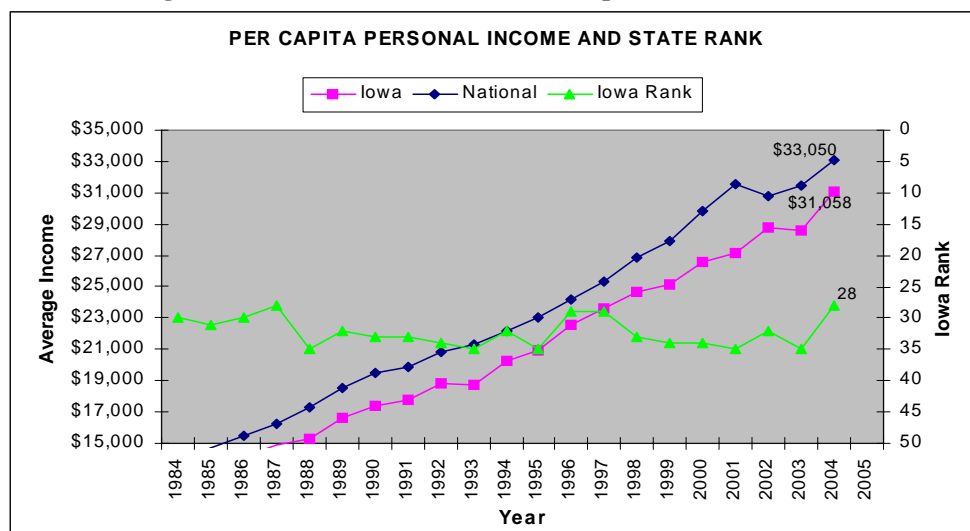
personal income lags that of the nation, its high levels of employment help maintain median household income at levels at or exceeding the national average. In 2005, Iowa's median household income was \$46,500, slightly higher than the national average of \$46,326.

Exports

The rise in exporting industries has been an important factor in Iowa economic growth since the 1990's. Growth in exports of industrial machinery, instruments and measurement devices, electronics, specialized transportation equipment, chemicals and pharmaceuticals, and processed food products have helped diversify Iowa's economy. When combined with traditional farm commodities and livestock, total exports from Iowa increased by 22 percent, 11 percent and 13 percent in the years 1995 through 1997. The two year declines of 3 percent and 16 percent in 1998 and 1999 have virtually been erased. Subsequent years have seen steady and strong growth. Strong harvests worldwide continued to lead to an oversupply of agricultural commodities and the strong U.S. dollar also continues to make it more challenging for U.S. products to be competitive in international markets.

Iowa's export of value-added and manufacturing goods has increased since 2000 by 4.4 percent in 2001, 2.0 percent in 2002, 10.1 percent in 2003, and 22.1 percent in 2004, and continues to in-

Figure 2: United States and Iowa Per-Capita Income 1984-2005



Source: U.S. Department of Commerce, Bureau of Economic Analysis.

crease. In 2006, for the third year in a row, Mexico has replaced Japan and China as the second leading export country behind Canada partially due to the increase of value-added products shipped to Mexico.

Iowa's record level of exports has been fueled by large percentage increases in machinery, electrical machinery, cereals, milling, and organic chemicals. Overall, through the fourth quarter 2005, exports are up 10.6 percent over the same period in 2004.

Gross Domestic Product

The Gross Domestic Product by state is the U.S. Commerce Department's measure of the value of all goods and services produced in the state each year. In 2005, Iowa's Gross Domestic Product was \$113.6 billion, which reflected 3.0 percent growth over the previous year. The largest shares

of the Iowa Gross Domestic Product were manufacturing (21.8 percent), services (11.9 percent), and finance, insurance, and real estate (9.9 percent), health and social assistance (7.0 percent), and government (11.9 percent). Agriculture accounted for just 3.3 percent of Iowa's gross domestic product. The nation's Gross Domestic Product (\$12.5 trillion) in current dollars grew by 6.3 percent between 2004 and 2005.

Iowa's Population

In 2000, the State ranked 30th in number of inhabitants among the fifty states, the same as in 1990. Iowa's population increased by 5.4 percent from 1990 to 2000. The population growth is projected to increase further by 2.9 percent by 2010. Although this is lower than the national rate projected at 9.8 percent, it is still sizable given the total makeup and population of the state.

COMPONENTS OF THE IOWA ECONOMY

Nonagricultural Economy

Over the past 15 years, significant changes have occurred in the mix of nonfarm wage and salary employment. While payroll jobs in Iowa grew by 20.8 percent, jobs in the business services sector grew by 63.3 percent and in the financial services

sector by 41.6 percent. Conversely, manufacturing jobs increased by 4.9 percent. Table A-2 summarizes Iowa's nonagricultural workforce by industry category for certain years from 1990 through 2005.

TABLE A-2
Iowa Employment by Industry*

	1990	1998	1999	2000	2001	2002	2003	2004	2005
Nonagricultural wage and salary	\$1,226.4	\$1,442.8	\$1,468.6	\$1,478.5	\$1,465.6	\$1,447.3	\$1,440.4	\$1,457.2	\$1,480.9
Mining	2.0	2.2	2.2	2.1	2.0	2.0	1.9	2.1	2.1
Construction	44.9	63.3	65.8	63.9	64.2	64.4	65.1	68.4	71.3
Manufacturing	218.9	250.9	252.8	251.5	240.2	227.1	220.0	223.3	229.6
Trade, Transportation, Utilities	269.5	308.6	313.6	315.8	311.3	305.9	303.2	304.7	306.9
Information	29.9	35.7	38.7	40.4	37.4	35.1	33.6	33.7	33.3
Financial Activities	69.5	86.3	89.0	89.7	92.0	93.9	95.2	96.9	98.4
Professional and Business Services	69.0	104.3	106.7	107.6	107.3	105.6	105.6	108.4	112.7
Educational and Health	146.6	176.0	178.0	181.9	185.4	188.0	189.6	191.5	195.3
Leisure and Hospitality	101.4	124.1	126.0	125.5	124.1	124.6	125.3	127.2	129.6
Other Services	55.6	55.3	56.4	56.8	56.3	56.6	56.2	56.4	56.3
Government	219.0	236.2	239.5	243.3	245.2	244.0	244.8	244.5	245.5

* Includes non-residents

Source: Labor Market Information Unit, Iowa Workforce Development

Table A-3 summarizes Iowa's nonagricultural employment, as a percentage of total nonagricultural wages and salaries paid, for certain years from 1990 through 2005.

TABLE A-3
Iowa Nonagricultural Wage and Salary Employment

	1990	1998	1999	2000	2001	2002	2003	2004	2005
Mining	0.2%	0.2%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%
Construction	3.7	4.4	4.5	4.3	4.4	4.4	4.5	4.7	4.8
Manufacturing	17.8	17.4	17.2	17.0	16.4	15.7	15.3	15.3	15.5
Trade, Transportation, Utilities	22.0	21.4	21.4	21.4	21.2	21.1	21.0	21.0	20.7
Information	2.4	2.5	2.6	2.7	2.6	2.4	2.3	2.3	2.2
Financial Activities	5.7	6.0	6.1	6.1	6.3	6.5	6.6	6.6	6.6
Professional and Business Services	5.6	7.2	7.3	7.3	7.3	7.3	7.3	7.3	7.6
Educational and Health	12.0	12.2	12.1	12.3	12.7	13.0	13.2	13.1	13.2
Leisure and Hospitality	8.3	8.6	8.6	8.5	8.5	8.6	8.7	8.8	8.8
Other Services	4.5	3.8	3.8	3.8	3.8	3.9	3.9	3.9	3.8
Government	17.9	16.4	16.3	16.5	16.37	16.9	17.0	16.8	16.6

Source: Labor Market Information Unit, Iowa Workforce Development.

TABLE A-4
Iowa Income by SIC Industry*
(\$ Millions)

	1980	1990	1998	1999	2000	2001
Agriculture	\$683	\$2,550	\$2,391	\$1,402	\$1,656	\$1,716
Mining	108	76	112	112	114	121
Construction	1,391	1,856	3,214	3,440	3,379	3,493
Manufacturing	5,730	7,946	11,233	11,489	11,997	11,974
Transportation and Utilities	1,487	2,144	3,337	3,604	3,742	3,828
Wholesale Trade	1,546	2,291	3,529	3,777	3,755	3,661
Retail Trade	2,176	3,323	4,712	4,956	5,158	5,298
Finance, Insurance and Real Estate	1,093	2,110	4,131	4,397	4,764	5,086
Services	3,350	6,792	11,303	12,283	13,136	13,485
Government	3,154	5,860	8,333	8,715	9,236	9,650
Total Earned Income	\$20,838	\$34,963	\$52,646	\$64,569	\$57,336	\$58,708

* Income includes wages and salaries, other labor income, proprietor's income, and corporate dividends that originate within a given industry in Iowa.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

The growing diversification of Iowa's economy has caused the State's economy to more closely resemble that of the nation. Growth in professional and business services, financial services, education and health has offset relative declines in manufacturing and government.

Tables A-4 and A-5 summarize Iowa's total earned income, by industry type, for the years 1980 through 2005 on a nominal dollar basis. The data in Table A-4 are based on the 1987 Standard Industrial Classification ("SIC"). Beginning with the year 2002, the U.S. Department of Commerce is using the North American Industry Classification System ("NAICS"), and the data in

TABLE A-5
Iowa Income by NAICS Industry*
(\$ Millions)

	2002	2003	2004	2005
Agriculture	\$1,651	\$1,544	\$3,625	\$2,436
Mining	125	122	146	160
Construction	3,605	3,838	4,217	4,634
Manufacturing	11,567	1,996	12,905	13,636
Wholesale Trade	3,280	3,356	3,623	3,910
Retail Trade	4,727	4,811	4,929	4,975
Transportation and Warehousing	2,321	2,455	2,653	2,801
Information	1,602	1,608	1,716	1,739
Finance and Insurance	4,621	4,990	5,390	5,768
Educational Services	759	781	829	877
Health Care and Social Assistance	5,989	6,181	6,566	6,878
Arts, Entertainment, and Recreation	541	562	559	561
Accommodation and Food Services	1,317	1,434	1,515	1,577
Other Services, except Public Administration	1,773	1,854	1,927	1,957
Government and Government Enterprises	9,949	10,580	11,139	11,675
Total Earned Income	\$60,348	\$62,522	\$69,373	\$71,206

* Income includes wages and salaries, other labor income, proprietor's income, and corporate dividends that originate within a given industry in Iowa.

Agricultural Economy

The agricultural sector remained relatively stable during the last five years. However, there was a 33 percent decline in agricultural income from 2004 to 2005. The Iowa Workforce Development, in their 2004 Iowa Industry Profile, reported that agricultural employment in the state increased by 9.3 percent since the year 2000. The majority of this increase in employment was experienced in the Hog & Pig farming with approximately 412 more jobs, the Dairy Cattle and Milk Production with 400 more employees, and the Chicken Egg production industries with 248 more workers. Net farm income declined 38.1 percent from 2004 to

2005 after doubling from 2003 to 2004 as shown in Table A-6. Cash receipts from all commodities (Table A-7) also increased by 4.2 percent from 2004 to 2005. The value of farmland increased by 5 percent from October 1, 2005 to October 1, 2006. This increase in value was triggered by increases in the Northeast, South-central and Southeastern counties of the state. Iowa is also implementing strategies to better market its products. These trends continue to place Iowa in a competitive position in the global marketplace. Other sectors experiencing an increase include manufacturing at 5.7 percent, finance and insurance at 7 percent, and government and government enterprises at 4.8 percent.

Table A-6 summarizes realized gross and net income from farming in Iowa for certain years from 1990 through 2005.

TABLE A-6
Realized Gross and Net Income from Farming in Iowa
(\$ Thousands)

	1990	1998	1999	2000	2001	2002	2003	2004	2005
Final crop output	\$4,656,318	\$6,392,847	\$5,003,247	\$4,921,485	\$5,000,441	\$6,365,886	\$5,822,384	\$8,575,460	\$6,675,718
Final animal output	6,106,778	4,814,418	4,726,029	5,775,466	5,919,413	5,196,129	6,045,821	7,466,322	8,151,891
Services and forestry	619,474	993,825	1,028,520	1,012,793	1,050,767	1,255,231	1,101,362	1,274,480	1,276,153
Final agricultural sector output	11,382,714	12,176,084	10,757,797	11,709,744	11,970,621	12,784,246	12,969,567	17,316,261	16,103,763
Net farm income	\$2,574,394	\$2,249,423	\$1,667,293	\$2,340,718	\$2,173,158	\$2,044,232	\$2,021,102	\$5,568,580	\$3,446,081

Source: Economic Research Service, U.S.D.A.

The components of Iowa's farm economy has for a number of years, been split about equally between livestock and crops. Table A-7 summarizes cash receipts from the various components of farming in Iowa for the years 1990 through 2005.

TABLE A-7
Cash Receipts from Farming in Iowa
(\$ Millions)

	1990	1998	1999	2000	2001	2002	2003	2004	2005
All commodities	\$10,504.4	\$11,035.2	\$9,632.2	\$10,773.3	\$10,705.2	\$11,393.5	\$12,834,711	\$14,032,494	\$14,621,183
Livestock and products	6,093.3	4,757.7	4,701.0	5,824.1	5,958.0	5,146.0	6,087.0	7,284.0	7,947.0
Meat animals	5,308.9	3,823.2	3,872.2	5,005.7	4,968.1	4,257.4	4,978.4	5,958.7	6,765.9
Dairy products	549.3	581.2	500.5	455.2	550.4	455.3	482.4	621.3	629.0
Poultry/eggs	219.9	326.30	312.1	337.1	409.5	402.3	596.0	671.0	518.4
Miscellaneous livestock	15.1	27.1	25.2	26.1	30.0	31.0	30.4	32.5	34.0
Crops	4,411.2	6,277.6	4,922.2	4,949.2	4,747.2	6,247.5	6,747.4	6,749.0	6,674.0
Food grains	8.1	3.5	3.0	2.2	2.6	2.8	3.8	4.5	2.7
Feed crops	2,537.8	3,314.7	2,764.8	2,744.9	2,733.8	3,772.7	3,887.8	4,001.5	3,797.1
Oil crops	1,786.2	2,854.7	2,059.4	2,102.6	1,899.3	2,353.5	2,724.4	2,613.5	2,741.5
Vegetables	11.9	21.7	19.3	14.8	19.4	18.7	22.9	23.8	25.4
Fruits/nuts	3.0	3.1	2.9	4.0	4.1	3.5	3.7	3.8	3.3
All other crops	64.1	79.9	72.8	80.6	98.0	96.3	104.8	102.0	104.0

Source: Economic Research Service, U.S.D.A.

Iowa Outlook

The Iowa Economic Forecast is prepared using the Iowa Forecasting Model which has been developed and is maintained by the Institute for Economic Research at the University of Iowa. The model is estimated each quarter using the latest national state his-

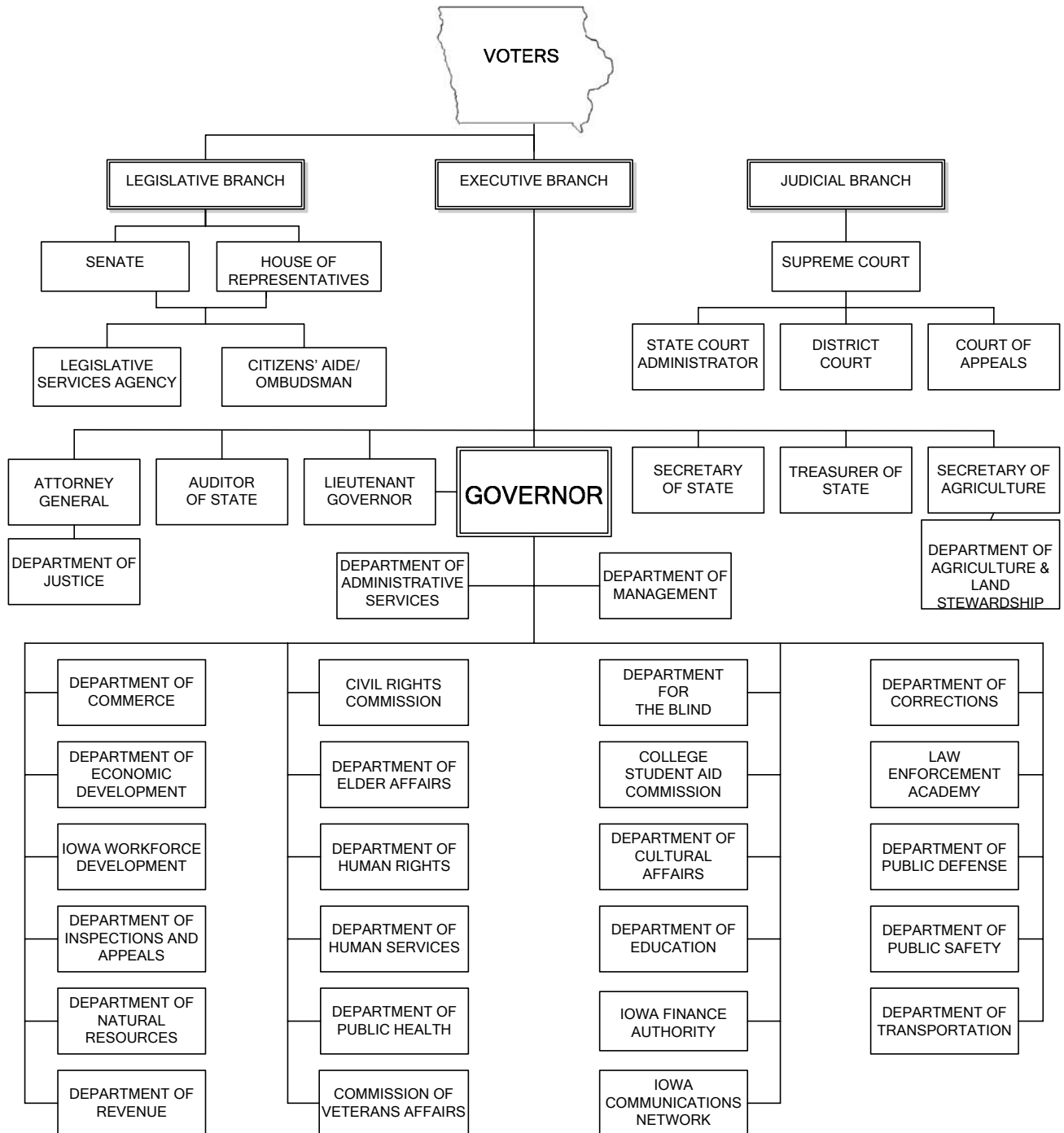
torical data series. The data is obtained from commercial and government electronic data services such as Citicorp's Citibase and the Census State Data Center of the U.S. Department of Commerce. Table A-8 sets forth certain historic and projected economic information on the State

TABLE A-8
Iowa Income and Employment Forecast

	2004	2005	2006	2007	2008
Personal Income (\$ Billions)	91.44	94.32	100.39	105.77	111.29
Percent Change Year Ago	8.78	3.15	6.43	5.36	5.22
Real Personal Income (\$ Billions 1996)	83.56	83.66	86.35	88.18	90.06
Percent Change Year Ago	5.77	0.13	3.21	2.12	2.14
Non-Farm Payroll Jobs (000's)	1,457.25	1,481.13	1,506.81	1,523.33	1,537.40
Percent Change Year Ago	1.17	1.64	1.73	1.10	0.92

Source: Institute for Economic Research, University of Iowa, December 2006.

STATE OF IOWA ORGANIZATIONAL CHART



REVENUE SOURCES AND ESTIMATES

The General Fund is primarily comprised of the State's major tax revenues, such as Personal Income Tax, Sales and Use Tax, and Corporate Income Tax. For Fiscal Year 2006, these taxes make up approximately 88 percent of the General Fund revenue. The remaining 12 percent is a combination of lesser taxes such as Inheritance Tax, Insurance Premium Tax, Cigarette and Tobacco Tax, Franchise Tax, along with fees and other revenue sources. Transfers from other funds to the General Fund also occur.

All expenditures from the General Fund must be appropriated by the Legislature. The appropriations from the General Fund expire at the end of the State's Fiscal Year (July 1 to June 30), unless the Legislature specifically provides for those funds to carry forward into the following Fiscal Year.

Official Revenue Estimates

As with a family budget, state government must live within its means, and the Iowa Constitution prohibits deficit spending. To help ensure accurate estimates, the state has a consensus revenue estimating process, where both the executive branch and the legislative branch must agree on a revenue estimate to be used in the budget process.

The revenue forecast is made by a three-person panel (Revenue Estimating Conference) consisting of a representative of the Legislature (the Director of the Legislative Services Agency), a representative of the Governor (currently the former Director of the Department of Revenue), and a third person agreed upon by the other two. They meet quarterly and arrive at the official revenue estimate used by all parties in the budget process. In December of each year they establish the official estimate that will be used by the Governor and the Legislature in crafting the next year's state budget. By statute, both the Governor and Legislature cannot spend more than 99 percent of this revenue estimate.

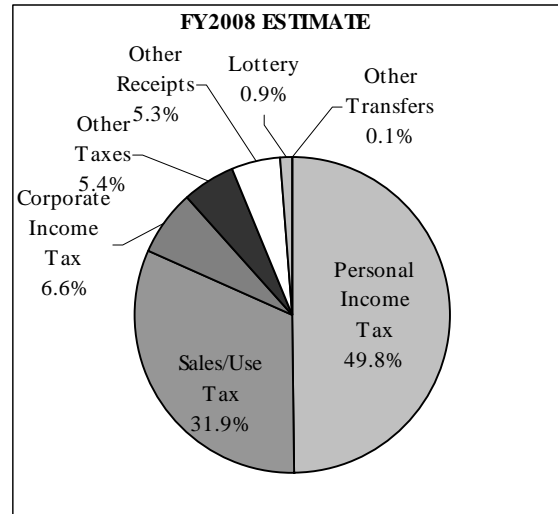
General Fund

Table 1 shows historical trends in General Fund receipts from Fiscal Year 2000 to Fiscal Year 2008. For Fiscal Year 2008, net General Fund receipts are estimated at \$5,751.6 million. Comparatively, the net General Fund receipts for Fis-

cal Year 2007 are estimated at \$5,567.4 million, a difference of \$184.5 million.

The specific sources of the Fiscal Year 2008 General Fund receipts and their percentages are shown in Figure 1. The data in Figure 1 show per-

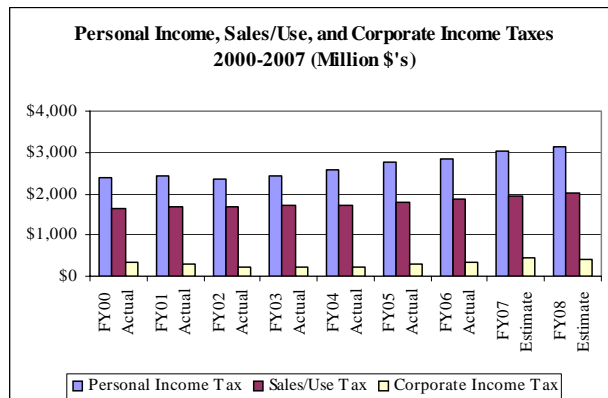
Figure 1



sonal income tax at 49.8 percent, Sales/Use tax at 31.9 percent, and corporate income tax at 6.6 percent. These three taxes make up 88.3 percent of general fund receipts, with the remaining taxes contributing 11.7 percent of receipts.

A close examination of the three major sources of General Fund receipts shows a relatively steady and modest increase over the years. This general increase was in spite of the fact that for Fiscal Year 2002 and Fiscal Year 2003 personal income tax receipts were down from the previous fiscal years.

Personal Income Tax. Personal income tax revenues are estimated at \$3,027.0 million in the Fiscal Year 2007, an increase of 6.1 percent over the actual revenues for the Fiscal Year 2006. For the Fiscal Year 2008, the estimate is \$3,150.3. This represents a 4.1 percent increase from the Fiscal Year 2007 estimate. Personal income tax revenues are expected to benefit from continued modest increases in personal income tax, offset by changes in withholding tables on both April 1, 2005 and April 1, 2006 (see Table 1 and Figure 2).

Figure 2

Sales/Use Tax. Sales/use tax revenues for the Fiscal Year 2007 are estimated at \$1,931.9 million, an increase of 2.7 percent over the revenues for the Fiscal Year 2006. For the Fiscal Year 2008, the estimate is \$2,023.1. This represents a growth of 4.7 percent. The sales tax estimate reflects modest growth in taxable sales and changes in state tax legislation (see Table 1 and Figure 2).

TABLE 1

General Fund Receipts 2001-2008 (Million \$s)								
	FY2001 ACTUAL	FY2002 ACTUAL	FY2003 ACTUAL	FY2004 ACTUAL	FY2005 ACTUAL	FY2006 ACTUAL	FY2007 ESTI- MATE	FY2008 ESTI- MATE
Personal Income Tax	\$2,426.6	\$2,372.1	\$2,417.6	\$2,592.3	\$2,782.3	\$2,854.2	\$3,027.0	\$3,150.3
Sales/Use Tax	1,691.1	1,691.5	1,704.6	1,732.4	1,812.3	1,881.1	1,931.9	2,023.1
Corporation Income Tax	284.8	221.2	237.0	234.8	280.9	348.6	433.3	420.6
Inheritance Tax	104.6	100.3	88.1	80.1	78.4	73.1	74.4	77.4
Insurance Premium Tax	126.6	135.4	142.2	138.2	130.9	121.4	110.0	115.5
Cigarette Tax	89.6	88.0	88.1	87.1	87.4	89.5	89.5	90.4
Tobacco Tax	6.7	7.1	7.4	8.1	8.7	9.2	9.7	10.0
Beer Tax	13.6	13.8	14.0	14.0	14.0	14.2	14.5	14.6
Franchise Tax	31.2	30.9	35.3	38.0	35.4	35.5	33.4	34.4
Miscellaneous Tax	1.3	1.5	1.1	1.0	0.6	0.6	1.0	1.0
Other Receipts	338.4	345.7	311.5	332.0	338.0	343.3	330.9	332.5
Total Transfers	108.5	305.8	128.9	57.5	88.4	144.0	62.4	62.4
Accruals (net)	-25.3	31.7	-44.9	83.0	-31.4	54.0	17.0	12.0
Refunds	-550.7	-663.1	-647.3	-715.0	-696.9	-586.0	-567.6	-592.6
Net Receipts	\$4,647.0	\$4,681.9	\$4,483.6	\$4,683.5	\$4,929.0	\$5,382.7	\$5,567.4	\$5,751.6

Corporate Income Tax. Corporate income tax revenues for Fiscal Year 2007 are estimated at \$433.3 million, an increase of 24.3 percent from the revenues for the Fiscal Year 2006. For Fiscal Year 2008, the estimate is \$420.6, a decrease of 2.5 percent over the Fiscal Year 2007 figures. The change in corporate profits anticipates a leveling off of corporate tax liability in the near future (Table 1 and Figure 2).

Other Taxes and Revenues. The make up of this category of general fund receipts can be seen in Table 1. It includes: inheritance tax, insurance premium tax, cigarette tax, tobacco tax, beer tax, franchise tax, and miscellaneous tax. This category also includes lottery and other transfers. Other taxes and revenues for the Fiscal Year 2007 are estimated at \$725.8 million, a decrease of 12.6 percent from the revenues for Fiscal Year 2006. For Fiscal Year 2008, the estimate is \$738.2, an increase of 1.7 percent (see Table 1).

General Fund Revenue Adjustments

In order to continue to provide essential state services for Iowa, Governor Culver and Lt. Governor Judge recommend the following General Fund revenue adjustments for Fiscal Year 2007 and Fiscal Year 2008:

- Increase in the cigarette tax, effective April 1, 2007, by \$1.00 per pack for a revenue increase of \$32.0 million in Fiscal Year 2007 and \$138.4 million in Fiscal Year 2008;
- Require corporations to file combined reports for Iowa corporate income tax purposes for a revenue increase of \$25.0 million in Fiscal Year 2008;
- A tax amnesty program within the Department of Revenue during Fiscal Year 2008 which is estimated to bring in an additional \$16 million in collections;
- Increase the State Earned Income Tax Credit to 10 percent of the Federal Earned Income Tax Credit, with an estimated revenue reduction of \$4.3 million;
- Create an alternative energy fuel vehicle tax credit at 20 percent of the federal tax credit for an estimated revenue reduction of \$20 million;
- Additional resources and staff within the Department of Revenue which is expected to bring an additional \$4.6 million in Fiscal Year 2008 in collections; and
- Increase in the fees collected for reimbursement due to regulation of additional riverboats, fire marshal inspections and banking regulation for a total of \$1.5 million.

Net Receipts

Net receipts comprise all receipts and transfers adjusted for accruals and refunds. These are the funds that are subject to appropriation. Net receipts for Fiscal Year 2007 are estimated at \$5,567.4 million, an increase of 3.4 percent from Fiscal Year 2006. For Fiscal Year 2008, the net receipts are estimated at \$5,751.6 million, an increase of 3.3 percent. These increases reflect the general positive trend in economic conditions (see Table 1). It is based on these net receipts that the fiscal year expenditures from the General Fund are planned.

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SUMMARY OF FINANCIAL INFORMATION

FOR THE GENERAL FUND

The General Fund receives those revenues of the State not specifically required to be deposited in other funds. General Fund revenues are obtained from the payment of State taxes and non-tax sources. Major tax revenues credited to the General Fund include the personal income tax, corporate income tax, sales/use tax, and certain other taxes and revenues described in the subsequent Financial Details Sections.

The major sources of General Fund expenditures are for Education, Health and Human Services, Justice, Economic Development, Agriculture and Natural Resources, and Administration and Regulation. Information on Governor Chet Culver and Lt. Governor Patty Judge's recommendations for Fiscal Year 2008 appropriations are described in more detail in subsequent sections.

Fiscal Year 2006 Summary

The originally enacted General Fund budget of \$4,988.8 million was predicated on 3.4 percent growth in General Fund revenues, as projected by the State's Revenue Estimating Conference (REC) on April 8, 2005. This estimate reflected the expectation that revenue growth would continue at a moderate pace given the economic outlook.

At its October 14, 2005 meeting, the REC revised upward its Fiscal Year 2006 General Fund revenue estimate upward to \$5,024.1 million. This was based upon the revised base of Fiscal Year 2005 actual revenue growth of 5.2 percent and continued expectation that revenue growth would continue at a normal pattern. On December 12, 2005, the REC again increased the revenue estimate to \$5,075.8 million. The increase from the October 2005 meeting reflected an acknowledgement that year-to-date revenues were growing faster than expected. An additional revision was made at the March 24, 2006 meeting to increase the General Fund revenue estimate to \$5,219.7 million, again acknowledging that year-to-date revenues were growing faster than expected.

During the 2006 Legislative Session, the General Assembly approved \$87.5 million in General Fund supplemental appropriations for Fiscal year 2006. The largest supplemental appropriation was to the Iowa Medicaid Program (Medicaid) in the Department of Human Services for \$38.4 million. Another \$35.3 million was appropriated to the Health Care Transformation Account in the Department of Human Services and is related to the final intergovernmental transfer the State of Iowa received from the Federal Government as a negotiated settlement to end the intergovernmental transfers. Most of the other supplemental appropriations were to help in general operations of various departments.

Also during this legislative session, the General Assembly approved the transfer of \$159.9 million of the ending General Fund balance to the Property Tax Credit Fund for Fiscal Year 2007 expenditures, prior to the transfer to the Cash Reserve Fund and a transfer of \$2.8 million to the Board of Regents to be used for Fiscal Year 2007 expenditures at the Regents Institutions.

During April, May and June 2006, and throughout the accrual period, actual General Fund revenue collections continued to exceed the official REC projections. At the close of the fiscal year, revenue collections totaled \$5,382.7 million, which was a 9.2-percent growth rate. As a consequence, after the transfers to the Property Tax Credit Fund and the Board of Regents discussed earlier, and also taking into account the statutory transfer to the Senior Living Trust Fund of \$49.9 million, the General Fund ending balance for fiscal year 2006 totaled \$149.4 million.

Fiscal Year 2007 Update

After legislation was passed and Governor Vilsack's actions taken into account, Fiscal Year 2007 started on July 1 with estimated Total Net General Fund receipts of \$5,350.9 million. Net General Fund appropriations for Fiscal Year 2007 were \$5,296.3 million. After taking into account estimated reversions, this left an ending balance for the General Fund of \$67.1 million.

At subsequent meetings of the Revenue Estimating Conference, the General Fund revenue estimate was revised upward, and is now \$5,599.6 million. This leaves a projected General Fund ending balance of \$261.9 million for Fiscal Year 2007.

In July 2006, the Executive Council approved \$4.8 million to be spent by the Department of Public Health for pandemic flu vaccinations from the Fiscal Year 2007 budget. Also, Governor Culver and Lt. Governor Judge recommend the following supplemental appropriations be approved for Fiscal Year 2007:

- \$25.0 million to the Iowa Power Fund to jump start the Fund. As described in a previous section, this Fund will help home-grown energy businesses get started or expand and will leverage new private investments in renewable technologies;
- \$8.0 million to the Iowa Medicaid Program for increased Medicaid expenses;
- \$4.0 million to the Department of Economic Development to implement the additional programs for targeted small businesses;
- \$3.4 million to the Department of Corrections to continue staffing of the completed institution at Oakdale and
- \$1.9 million to the Department of Corrections for increased costs and additional staffing at other institutions;
- \$700,000 to the Department of Public Safety for staffing to regulate additional riverboats, increase security detail, additional funding for DNA testing, and additional costs at the Fire Marshal office;
- \$100,000 to the Department of Revenue for additional startup costs associated with the Property Assessment Appeals Board;
- \$1.2 million to the Department of Administrative Services for utilities due to higher than anticipated costs and the addition of the Records and Property Center in the spring of 2007;
- \$2.0 million to the Injured Veterans Grant Program;
- \$1.5 million to the Veteran Homebuyer Program at the Department of Veterans Affairs; and
- \$2.5 million is recommended as start-up funding to the University of Iowa for the Iowa Center for Regenerative Medicine at the Board of Regents.

In Fiscal Year 2005 and Fiscal Year 2006, legislation was passed transferring \$159.7 million in Fis-

cal Year 2005 and \$159.9 million in Fiscal Year 2006 from the ending balances of the General Fund to the Property Tax Credit Fund to pay for property tax credits. Governor Culver and Lt. Governor Judge recognize that this cannot be an ongoing practice. Therefore, while they recommend a transfer of \$119.9 million of the ending balance in Fiscal Year 2007 go to the Property Tax Credit Fund, they also recommend \$40.0 million in Fiscal Year 2008 be appropriated to the Property Tax Credit Fund, starting the practice of bringing the credits back to the General Fund. Also, Governor Culver and Lt. Governor Judge propose a \$25 million Commercial Property Tax Relief Plan.

Fiscal Year 2008

Governor Culver and Lt. Governor Judge will provide unwavering support for the financial responsibility of the State. The State enjoys high credit ratings with Standard and Poor's continuing to give the State a rating of AA+, the second highest possible rating, along with an outlook as stable. Moody's ratings for the State continue to be Aa1, also the second highest rating, and also with a stable outlook. Fitch Ratings, in their latest rating, upgraded the State to AA+, their second highest rating.

Governor Culver and Lt. Governor Judge have developed their Fiscal Year 2008 budget recommendations around the fundamental principle of a balanced budget that looks not only at the short term but also the long term. Their Fiscal Year 2008 budget is balanced and meets the 99 percent expenditure limitation. It also reduces the use of one-time funds and expands on revenue diversification through corporate income tax generation, along with an increase in the cigarette tax.

With the recommended budget changes, the State will end Fiscal Year 2008 with an estimated ending balance of \$189.1 million.

The following pages reflect the actual, budgeted, and recommended Estimated Condition of the General Fund of the State of Iowa for Fiscal Year 2006, Fiscal Year 2007, and Fiscal Year 2008, respectively, along with related tables reflecting the details of the amounts reported in the Estimated Condition of the General Fund and the financial summaries of other major funds.

FINANCIAL DETAILS

- FINANCIAL SUMMARIES FOR MAJOR FUNDS
- GENERAL FUND APPROPRIATION BY FUNCTION
- MAJOR FUND APPROPRIATION REPORT
- ALL OTHER FUNDS APPROPRIATION BY FUNCTION

THE GENERAL FUND

The General Fund receives those revenues of the State not specifically required to be deposited in other funds. General Fund revenues are obtained from the payment of State taxes and non-tax sources. Major tax revenues credited to the General Fund include the personal income tax, corporate income tax, sales/use tax, and certain other taxes and revenues.

All expenditures from the General Fund must be appropriated by the Legislature. The appropriations from the General Fund expire at the end of the State's Fiscal Year (July 1 to June 30), unless the Legislature specifically provides for those funds to carry forward into the following fiscal year. The major sources of General Fund expenditures are for Education, Health and Human Services, Justice, Economic Development, Agriculture and Natural Resources, and Administration and Regulation.

State of Iowa

Estimated Condition of the General Fund

Financial Summary

(\$ in Millions)

	Actual FY2006	Estimate FY2007	Governor's Recommendation FY2008
Resources:			
General Fund Revenue	5,914.6	6,118.0	6,332.2
Accruals	54.0	17.0	12.0
Refunds	(586.2)	(567.6)	(592.6)
Proposed Revenue Adjustments		32.3	179.2
Total Resources	<u>5,382.4</u>	<u>5,599.7</u>	<u>5,930.8</u>
<i>Expenditure Limitation</i>			5,864.4
Appropriations:			
Enacted/Recommended Appropriations	5,027.6	5,295.5	5,754.4
Change in Standing Appropriations	4.1	1.2	
Recommended Supplemental Appropriations		55.1	
Total Appropriations	<u>5,031.7</u>	<u>5,351.8</u>	<u>5,754.4</u>
Reversions/Estimated Reversions	(11.2)	(12.5)	(12.5)
Net Appropriations	<u>5,020.5</u>	<u>5,339.3</u>	<u>5,741.9</u>
Ending General Fund Balance	<u>361.9</u>	<u>260.4</u>	<u>188.9</u>
Distribution of Ending Balance			
Transfer to Property Tax Credits Fund	159.9	119.9	
Transfer to Senior Living Trust Fund	49.9	53.5	57.5
Regents Allocation	2.8		
Transfer to the Reserve Funds	149.3	87.0	131.4
Total	<u>361.9</u>	<u>260.4</u>	<u>188.9</u>

State of Iowa

Estimated Condition of the Cash Reserve, GAAP, and Economic Emergency Funds

(\$ in Millions)

	Actual FY2006	Estimated FY2007	Estimated FY2008
<u>CASH RESERVE FUND</u>			
Balance Brought Forward	222.3	374.3	401.3
Estimated Revenues:			
Prior Fiscal Year Ending Balance	166.2	149.3	87.0
Total Funds Available	<u>388.5</u>	<u>523.6</u>	<u>488.3</u>
Transfer to GAAP Retirement Account	(14.2)	(122.3)	(55.4)
Ending Balance - Cash Reserve Fund	<u>374.3</u>	<u>401.3</u>	<u>432.9</u>
<i>Cash Reserve Fund Goal (7.5%)</i>	374.3	401.3	432.9
<u>GAAP Retirement Account</u>			
Balance Brought Forward	-	-	-
Estimated Revenues:			
Transfer From Cash Reserve Fund	14.2	122.3	55.4
Total Funds Available	<u>14.2</u>	<u>122.3</u>	<u>55.4</u>
Excess to Economic Emergency Fund	(14.2)	(122.3)	(55.4)
Ending Balance - GAAP Retirement Fund	<u>-</u>	<u>-</u>	<u>-</u>
<u>Economic Emergency Fund</u>			
Balance Brought Forward	3.3	17.5	133.8
Estimated Revenues:			
Transfer From GAAP Retirement Account	14.2	122.3	55.4
Total Funds Available	<u>17.5</u>	<u>139.8</u>	<u>189.2</u>
Transfer to Senior Living Trust Fund	-	(6.0)	(44.9)
Total Transfers Out:	<u>-</u>	<u>(6.0)</u>	<u>(44.9)</u>
Ending Balance - Economic Emergency Fund	<u>17.5</u>	<u>133.8</u>	<u>144.3</u>
<i>Economic Emergency Fund Goal (2.5%)</i>	124.8	133.8	144.3

State of Iowa

General Fund Revenue (Appropriable Revenues)

Cash Basis

(\$ in Millions)

	Actual FY2006	Estimated FY2007	Estimated FY2008
Tax Receipts			
Personal Income Tax	2,854.2	3,027.0	3,150.3
Use Tax	1,881.1	1,931.9	2,023.1
Corporate Income Tax	348.6	433.3	420.6
Inheritance Tax	73.1	74.4	77.4
Insurance Premium Tax	121.4	110.0	115.5
Cigarette Tax	89.5	89.5	90.4
Tobacco Tax	9.2	9.7	10.0
Beer Tax	14.2	14.5	14.6
Franchise Tax	35.5	33.4	34.4
Miscellaneous Tax	0.6	1.0	1.0
Total Tax Receipts	<u>5,427.4</u>	<u>5,724.7</u>	<u>5,937.3</u>
Other Receipts			
Institutional Payments	13.0	12.6	12.6
Liquor Profits	63.8	65.8	67.8
Interest	17.5	23.3	23.3
Fees	76.2	69.1	62.6
Judicial Revenue	63.1	64.3	67.9
Miscellaneous Revenues	49.7	35.8	38.3
Racing and Gaming Revenues	60.0	60.0	60.0
Total Other Receipts	<u>343.3</u>	<u>330.9</u>	<u>332.5</u>
Total Tax & Other Receipts	<u>5,770.7</u>	<u>6,055.6</u>	<u>6,269.8</u>
	3.6%	4.9%	3.5%
Transfers			
Lottery	79.6	54.0	54.0
Other Transfers	64.4	8.4	8.4
Total Transfers	<u>144.0</u>	<u>62.4</u>	<u>62.4</u>
Total General Fund Receipts and Transfers	<u>5,914.7</u>	<u>6,118.0</u>	<u>6,332.2</u>
	4.5%	3.4%	3.5%

State of Iowa

General Fund and Other Funds

Proposed Revenue/Transfer Adjustments

(\$ in Millions)

	Proposed <u>FY2006</u>	Proposed <u>FY2007</u>
General Fund Revenue Adjustments:		
Cigarette and Tobacco Tax Increase	32.0	138.4
Combined Corporate Reporting		25.0
Tax Amnesty		16.0
Additional Department of Revenue Auditors		4.6
Increase Earned Income Tax Credit		(4.3)
Alternative Energy Fuel Vehicle Tax Credit		(2.0)
Additional DCI Agents for Riverboats	0.2	0.6
Additional Fire Marshall inspections fees	0.1	0.4
Additional Department of Commerce fees		0.1
Restaurant Inspection fees		0.4
Total General Fund Revenue Adjustments	<u>32.3</u>	<u>179.2</u>

State of Iowa

General Fund Accrued Revenue Changes

(\$ in Millions)

	Actual <u>FY2006</u>	Estimated <u>FY2007</u>	Estimated <u>FY2008</u>
Tax Receipts:			
Personal Income Tax	184.9	195.5	210.1
Sales/Use Tax	137.7	142.4	147.2
Corporate Income Tax	46.7	42.0	39.0
Inheritance Tax	11.7	13.0	13.0
Insurance Premium Tax	-	-	-
Cigarette Tax	-	-	-
Tobacco Tax	1.0	0.7	0.7
Beer Tax	1.5	1.4	1.4
Franchise Tax	2.5	2.0	2.0
Miscellaneous Tax	-	-	-
Total Tax Receipts	<u>386.0</u>	<u>397.0</u>	<u>413.4</u>
Other Receipts:			
Institutional Payments	2.7	1.9	1.9
Liquor Profits	2.3	2.6	3.0
Interest	3.9	5.0	6.0
Fees	6.5	7.0	7.0
Judicial Revenue	8.0	8.0	8.0
Miscellaneous Receipts	0.7	3.0	3.0
Racing and Gaming	-	-	-
Total Other Receipts	<u>24.1</u>	<u>27.5</u>	<u>28.9</u>
Total Receipts	<u>410.1</u>	<u>424.5</u>	<u>442.3</u>
Transfers:			
Lottery	14.1	14.9	14.9
Other Transfers	7.6	7.6	-
Total Transfers	<u>21.7</u>	<u>22.5</u>	<u>14.9</u>
Additional One-Time Adjustments	1.7	1.8	1.8
Total Receipts and Transfers	<u>433.5</u>	<u>448.8</u>	<u>459.0</u>
Net Change	54.0	17.0	12.0

State of Iowa

General Fund Refunds of Taxes Paid

(\$ in Millions)

	Actual <u>FY2006</u>	Estimated <u>FY2007</u>	Estimated <u>FY2008</u>
Refunds:			
Personal Income Tax	(455.9)	(431.2)	(445.1)
Sales/Use Tax	(45.0)	(40.9)	(39.0)
Corporate Income Tax	(85.4)	(96.0)	(109.0)
Inheritance Tax	(1.2)	(1.2)	(1.2)
Cigarette Tax	(0.2)	(0.2)	(0.2)
Franchise Tax	(2.9)	(2.9)	(2.9)
Other	(0.8)	(0.8)	(0.8)
Total Gross Refunds	<u>(591.4)</u>	<u>(573.2)</u>	<u>(598.2)</u>
Less: Reimbursements	5.2	5.6	5.6
Total Net Refunds	<u>(586.2)</u>	<u>(567.6)</u>	<u>(592.6)</u>

State of Iowa

General Fund Appropriations by Functional Area

(\$ in Millions)

Functional Area	Actual <u>FY2006</u>	Estimated <u>FY2007</u>	Governor's Recommendation <u>FY2008</u>
General Fund Appropriations			
Administration and Regulation	178.3	193.4	273.4
Agriculture and Natural Resources	36.8	38.6	39.1
Economic Development	84.5	84.4	86.5
Education	3,016.0	3,179.6	3,414.5
Health and Human Services	1,197.4	1,257.6	1,360.2
Justice	518.7	543.1	580.7
Total Gross Refunds	<u>5,031.7</u>	<u>5,296.7</u>	<u>5,754.4</u>

State of Iowa

Recommended General Fund Supplemental Appropriations

Fiscal Year 2007

	Recommended Amount
Recommended Supplementals:	
General Fund Appropriations	
Department of Administrative Services	
Utilities	1,200,000
Department of Corrections	
Central Office	300,000
County Confinement	400,000
Anamosa	300,000
Oakdale	3,420,538
Mount Pleasant	500,000
Clarinda	400,000
Department of Economic Development	
Iowa Power Fund	25,000,000
Targeted Small Business	4,000,000
Department of Human Services	
Medical Assistance	8,000,000
Department of Public Safety	
Division of Criminal Investigation	466,500
State Patrol	150,000
Fire Marshall	100,000
Board of Regents	
Iowa Center for Regenerative Medicine	2,500,000
Department of Revenue	
Operations	100,000
Department of Veterans Affairs	
Injured Veterans Grant Program	2,000,000
Veteran Homebuyer Program	1,500,000
Total General Fund Supplemental Appropriations	50,337,038
General Fund Supplemental Already Approved:	
Executive Council	
Pandemic Flu Vaccinations	4,800,000
Total Supplementals	55,137,038

State of Iowa

Calculation of Cash Reserve Fund and Economic Emergency Fund Percentage Goals Fiscal Year 2006, Fiscal Year 2007 and Fiscal Year 2008

(\$ in Millions)

Fiscal Year 2006

April 2005 Revenue Estimating Conference Net Receipts Estimate	4,988.0
2005 Legislative Revenue Adjustments	<u>2.2</u>
Total	<u><u>4,990.2</u></u>

Cash Reserve Fund 7.5% Goal	374.3
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Economic Emergency Fund 2.5% Goal	124.8
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Fiscal Year 2007

March 2006 Revenue Estimating Conference Net Receipts Estimate	5,360.9
2006 Legislative Revenue Adjustments	<u>(10.0)</u>
Total	<u><u>5,350.9</u></u>

Cash Reserve Fund 7.5% Goal	401.3
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Economic Emergency Fund 2.5% Goal	133.8
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Fiscal Year 2008

December 2006 Revenue Estimating Conference Net Receipts Estimate	<u><u>5,771.9</u></u>
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Cash Reserve Fund 7.5% Goal	432.9
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Economic Emergency Fund 2.5% Goal	144.3
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State of Iowa

Calculation of Statutory Expenditure Limit

Fiscal Year 2008

(\$ in Millions)

	Proposed <u>FY2008</u>	<u>% Calculation</u>	FY08 Expenditure <u>Limitation</u>
Revenue Estimating Conference Estimate	6,332.2	99%	6,268.9
Accruals	12.0	99%	11.9
Refunds	(592.6)	99%	(586.7)
Revenue Adjustments:			
Cigarette and Tobacco Tax Increase	138.4	95%	131.5
Combined Corporate Reporting	25.0	95%	23.8
Tax Amnesty	16.0	95%	15.2
Additional Department of Revenue Auditors	4.6	95%	4.4
Increase Earned Income Tax Credit	(4.3)	95%	(4.1)
Alternative Energy Fuel Vehicle Tax Credit	(2.0)	95%	(1.9)
Additional DCI Agents for Riverboats	0.6	99%	0.6
Additional Fire Marshall inspections fees	0.4	99%	0.4
Additional Department of Commerce fees	0.1	99%	0.1
Restaurant Inspection fees	0.4	99%	0.4
Total Revenue Adjustments	<u>179.2</u>		
FY2008 Expenditure Limitation			<u>5,864.4</u>

State of Iowa

Senior Living Trust Repayment

Fiscal Year 2006, Fiscal Year 2007 and Fiscal Year 2008

Total Repayment Amount:	300,000,000
FY05 Transfers:	
Transfer from Medicaid Appropriation	(6,881,932)
Repayment Amount left at end of FY2005	<u>293,118,068</u>
FY06 Transfers:	
Transfer from Medicaid Appropriation	(10,625,889)
Repayment Amount left at end of FY2006	<u>282,492,179</u>
FY07 Transfers:	
FY06 Transfer from Ending General Fund Balance	(49,900,000)
FY06 Transfer from Reserve Funds	(6,000,000)
FY07 Appropriation from the Endowment for Health Iowans	(25,000,000)
Repayment Amount left at end of FY2007	<u>201,592,179</u>
FY08 Transfers:	
FY07 Transfer from Ending General Fund Balance	(53,500,000)
FY07 Transfer from Reserve Funds	(44,900,000)
Repayment Amount left at end of FY2008	<u>103,192,179</u>

Source: Department of Management

REBUILD IOWA INFRASTRUCTURE FUND

The Rebuild Iowa Infrastructure Fund was established in Fiscal Year 1996 in the *Iowa Code* to provide funding for public infrastructure-related expenditures. Initial revenues into the Fund were supplied by a transfer from the GAAP Deficit Reduction Account and from the interest earnings of the Cash Reserve and Iowa Economic Emergency Funds. Starting in Fiscal Year 1997, tax revenues, fees and licenses from gambling were deposited into the fund. The Fund retains all interest and earnings on moneys in the Fund. Moneys in the Fund are expended at the direction of the Iowa Legislature.

State of Iowa

Estimated Condition of the Rebuild Iowa Infrastructure Fund Financial Summary

	Actual FY2006	Estimated FY2007	Governor's Recommendation FY2008
Resources			
Beginning Balance	30,070,952	25,011,480	48,503,655
Revenues:			
Gaming Revenues	82,052,164	118,216,928	191,157,971
Riverboat Assessment	16,209,000	-	-
Table Game License Fee (Racetracks)	-	-	-
Riverboat License Fees	8,000,000	8,000,000	8,000,000
Interest	12,510,985	27,000,000	28,800,000
Marine Fuel Tax	2,359,956	2,500,000	-
Total Revenues	121,132,105	155,716,928	227,957,971
Reversions from Environment First Fund			
Total Resources Available	151,203,057	180,728,408	276,461,626
Expenditures			
Appropriations			
Department of Administrative Services			
Routine Maintenance	2,000,000	2,536,500	5,000,000
Employee Relocation Expenses/Leases	1,824,000	1,824,500	1,824,500
Pool Tech/Data Warehouse Projects	3,802,000	-	-
Major Maintenance	291,891	-	-
Records and Property Building Remodel	4,700,000	-	-
Wallace Building Renovation	625,000	-	-
DHS-Toledo Juvenile Home	1,161,045	-	-
DHS-Toledo Education/Infirmary Building	-	-	3,100,000
Terrace Hill Maintenance	571,000	75,000	-
DHS-CCUSO Renovation	1,400,000	-	-
Capitol Complex Electrical Distribution	1,843,878	-	4,260,960
New State Office Building	-	-	16,100,000
Capitol Interior and Exterior Restoration	-	-	6,300,000
I3 ERP System	-	-	1,500,000
West Capital Terrace Restoration	-	-	1,600,000
Repairs to Parking Lots and Sidewalks	-	-	1,650,000
DHS-IJH Powerhouse	-	-	7,035,000
Capital Complex Property Acquisition	-	-	1,000,000
Vehicle Dispatch Fleet Relocation	-	-	350,000
Capital Complex Alternative Energy System	-	-	450,000
Central Energy Plant Addition/Improvement	-	-	998,000
Hoover Bldg HVAC Improvements	-	-	1,320,000
Complex Utility Tunnel System	-	-	5,309,200
IWD Bldg Astbestos Abatement	-	-	4,000,000
Workers' Monument	-	-	200,000
Department of Corrections			
Electrical System Lease Purchase	333,168	333,168	-
Davenport CBC Facility Construction	3,750,000	-	-
Fort Dodge CBC Residential Facility	50,000	-	2,450,000
Anamosa Dietary Renovation	940,000	-	-
Jesse Parker Building Rent	105,300	-	-
DOC Facility Leases	122,000	-	-
Prison Study	-	500,000	-
6th District Mental Health Bldg	-	-	1,000,000
Security Audits	-	-	2,000,000
Anamosa Boiler Replacement	-	-	2,000,000
Newton Hot Water Loop	-	-	1,200,000
New Release Ctr. El	-	-	295,000

State of Iowa

Estimated Condition of the Rebuild Iowa Infrastructure Fund Financial Summary

(Continued)

Prison Infrastructure Planning	-	-	500,000
Department of Cultural Affairs			
Historical Preservation Grant Program	-	800,000	800,000
Battle Flag Preservation	220,000	220,000	220,000
Grout Museum	-	1,000,000	-
Amercian Gothic	-	250,000	-
Great Places	-	-	3,000,000
Department of Economic Development			
Community Attraction & Tourism	5,000,000	5,000,000	5,000,000
Federal Enterprise Zone Matching Funds	500,000	-	-
Ferryboat Study	60,000	-	-
Port Authority	-	80,000	-
Targeted Industries Infrastructure	-	-	10,555,000
Iowa Finance Authority			
Transitional Housing	1,400,000	1,400,000	-
Water Quality Grants	-	-	4,000,000
Department of Education			
Enrich Iowa Libraries	900,000	1,200,000	1,000,000
Iowa Learning Technologies	500,000	-	-
Community Colleges Infrastructure	2,000,000	-	2,000,000
ICN Part III Maintenance/Lease Costs	2,727,000	-	-
Parker Building Remodel	-	-	-
IPTV-Replace Transmitters	2,000,000	-	-
IPTV-High Definition TV Conversion	8,000,000	-	-
IPTV-Capitals	-	-	1,275,000
Department of Human Services			
Residential Treatment Facility	250,000	300,000	-
CCUSO Remodeling	-	-	750,000
Department of Management			
Environment First Appropriation	35,000,000	35,000,000	35,000,000
Vertical Infrastructure Fund Appropriation	15,000,000	15,000,000	50,000,000
Department of Natural Resources			
Waubonsie State Park	1,500,000	-	-
Fort Atkinson Restoration	500,000	-	-
Mid-America Port Commission	80,000	-	-
Lake Cornelia	429,000	-	-
Destination Park	3,000,000	-	-
Iowa Gems	-	1,500,000	-
Lake Darling	-	250,000	-
State Park Renovations	-	-	1,000,000
Lake Restoration & Water Quality	-	-	8,600,000
State Fair			
Capital Improvements	750,000	-	-
Agriculture Exhibition Center	-	-	3,000,000
Department of Public Defense			
Camp Dodge Armed Forces Readiness Center	-	100,000	50,000
STARCOMM	-	1,000,000	2,000,000
Iowa City Readiness Center	-	-	1,200,000
Waterloo Aviation Readiness Ctr	-	-	1,500,000
Camp Dodge Water Distribution System	-	-	400,000
Facility/Armory Maintenance	-	-	1,500,000
Ottumwa Armory Addition	-	-	1,000,000
Newton Readiness Center	-	-	400,000
Eagle Grove Readiness Center	-	-	400,000
ILEA/National Guard Shoot House	-	-	500,000
Department of Public Health			
Environmental Public Health Facility		100,000	

State of Iowa

Estimated Condition of the Rebuild Iowa Infrastructure Fund

Financial Summary

(Continued)

Department of Public Safety			
AFIS Lease Purchase	550,000	-	-
Fire Equipment Revolving Loan Fund	500,000	-	-
Fire Training Facilities	800,000	-	-
Law Enforcement Racetrack	-	800,000	-
Regional Emergency Response Ctr.	-	2,300,000	-
Mason City Patrol Post	-	-	2,400,000
Department of Revenue			
Secure An Advance Vision for Education (SAVE)	10,000,000	10,000,000	10,000,000
Board of Regents			
Tuition Replacement	-	10,329,981	10,329,981
Major/Deferred Maintenance	6,250,000	6,200,000	-
Special School Maintenance	500,000	-	-
Gilchrist Hall Repair and Restoration	2,000,000	-	-
UNI - Playground Safety Program	500,000	500,000	-
Battelle Program	-	8,200,000	-
Battelle Infrastructure	-	1,800,000	-
SUI-Hygienic Lab	-	8,350,000	15,650,000
ISU-Veterinary Lab	-	2,000,000	-
Endowment and Salaries	-	5,000,000	-
Novel Protein Facility	-	1,000,000	-
SUI-College of Public Health Bldg	-	-	9,100,000
ISU-Chemistry Facilities	-	-	2,192,000
UNI-Electrical Distribution Loop	-	-	625,000
Iowa Center for Regenerative Medicine	-	-	10,000,000
Department of Transportation			
Misc. Airport/Aviation Programs	564,792	564,000	-
Commercial Aviation Infrastructure	-	-	1,500,000
Rail Assistance	35,959	235,000	2,000,000
Recreational Trails	1,000,000	-	2,000,000
General Aviation Airport Grants	750,000	-	750,000
Public Transit Fund Deposit	-	-	2,200,000
Treasurer of State			
County Fairs Infrastructure	-	1,060,000	1,060,000
Prison Infrastructure	-	5,416,604	-
Total Appropriations	126,786,033	132,224,753	276,399,641
Reversions	(594,456)	-	-
Net Appropriations	126,191,577	132,224,753	276,399,641
Net Available Balance Forward	25,011,480	48,503,655	61,985

ENVIRONMENT FIRST FUND

Environment First Fund consists of appropriations made to the fund and transfers of interest, earnings, and moneys from other funds as provided by law. Moneys are used as appropriated by the general assembly for the protection, conservation, enhancement, or improvement of natural resources or the environment.

State of Iowa

Environment First Fund

Financial Summary

	Actual FY 2006	Estimated FY 2007	Governor's Recommendation FY 2008
Resources:			
Beginning Balance	10,513	18,619	18,619
Revenues:			
Rebuild Iowa Infrastructure Fund Appropriation	35,000,000	35,000,000	35,000,000
Miscellaneous Receipts	8,106		
Total Available Resources	35,018,619	35,018,619	35,018,619
Expenditures			
Appropriations			
Department of Agriculture and Land Stewardship			
Loess Hills Dev/Cons Auth	600,000	600,000	600,000
Southern Iowa Conservation Authority	300,000	300,000	300,000
Agricultural Drainage Well	500,000	500,000	500,000
Watershed Protection Fund	2,700,000	2,700,000	2,700,000
Farm Demonstration Program	850,000	850,000	850,000
Soil Conservation Cost Share	5,500,000	5,500,000	7,850,000
Wetland Incentive Program	1,500,000	2,000,000	2,000,000
Conservation Reserve Program	2,000,000	1,500,000	1,500,000
Flood Prevention Study	-	-	150,000
Department of Economic Development			
Brownfield Redevelopment Program	500,000	500,000	500,000
Department of Natural Resources			
GIS Information for Water	195,000	195,000	195,000
Water Quality Monitoring	2,955,000	2,955,000	2,955,000
Volunteer Water Quality Initiative	100,000	100,000	100,000
Air Quality Monitoring	-	275,000	325,000
Water Quality Protection	500,000	500,000	500,000
Lake Dredging	1,500,000	975,000	975,000
Marine Fuel Tax Projects	2,300,000	2,500,000	-
REAP	11,000,000	11,000,000	11,000,000
Park Operations Maintenance	2,000,000	2,000,000	2,000,000
Tire Reclamation	-	50,000	-
Total Appropriations	35,000,000	35,000,000	35,000,000
Reversions			
Net Appropriations	35,000,000	35,000,000	35,000,000
Ending Balance	18,619	18,619	18,619

VERTICAL INFRASTRUCTURE FUND

The Vertical Infrastructure Fund (VIF) was created by legislation during the 2004 Session of the 80th General Assembly. Moneys in the Fund are used as appropriated by the General Assembly for public vertical infrastructure projects. The VIF Code section defines “Vertical infrastructure” as including only land acquisition and construction, major renovation, and major repair of buildings, all appurtenant structures, utilities, and site development. “Vertical infrastructure” does not include routine, recurring maintenance, debt service, or operational expenses or leasing of a building, appurtenant structure, or utility without a lease-purchase agreement. In Fiscal Year 2006 and Fiscal Year 2007, \$15 million was appropriated each year from the Rebuild Iowa Infrastructure Fund to the Vertical Infrastructure Fund. For Fiscal Year 2008, \$50 million is to be appropriated from the Rebuild Iowa Infrastructure Fund.

State of Iowa

Vertical Infrastructure Fund

Financial Summary

	Actual FY2006	Estimated FY2007	Governor's Recommendation FY2008
Resources:			
Beginning Balance		23	23
Revenues:			
Rebuild Iowa Infrastructure Fund Appropriation	15,000,000	15,000,000	50,000,000
Total Available Resources	<u>15,000,000</u>	<u>15,000,023</u>	<u>50,000,023</u>
Expenditures			
State Appropriations			
Department of Administrative Services			
Major Maintenance	5,623,200	10,000,000	40,000,000
Department of Cultural Affairs		-	-
Historical Site Preservation Grant	500,000	-	-
Department of Economic Development			
ACE	4,000,000	-	-
Department of Public Defense			
Fort Dodge Readiness Center	608,000	-	-
Camp Dodge Water Treatment	1,939,800	-	-
Facility Maintenance	1,269,000	-	-
Board of Regents			
Biosciences Infrastructure	-	5,000,000	-
Fire Safety and Maintenance	-		10,000,000
Treasurer of State			
County Fair Improvements	1,060,000	-	-
Total State Appropriations	<u>15,000,000</u>	<u>15,000,000</u>	<u>50,000,000</u>
Reversions of Appropriations	(23)		
Net Appropriations	<u>14,999,977</u>	<u>15,000,000</u>	<u>50,000,000</u>
Net Available Balance Forward	<u>23</u>	<u>23</u>	<u>23</u>

TECHNOLOGY REINVESTMENT FUND

The Technology Reinvestment Fund was created during the 2006 Legislative Session in Iowa Code section 8.57C. The moneys in the Fund is to be appropriated by the legislature and is to be used for the acquisition of computer hardware and software, software development, telecommunications equipment, and maintenance and lease agreements associated with technology components and for the purchase of equipment intended to provide an uninterruptible power supply. A standing limited General Fund appropriation of \$17.5 million annual is made to the fund.

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State of Iowa

Technology Reinvestment Fund

Financial Summary

	Estimated FY2007	Governor's Recommendation FY2008
Resources:		
Beginning Balance	-	-
Revenues:		
General Fund Appropriation	17,500,000	17,500,000
Total Available Resources	17,500,000	17,500,000
Expenditures		
State Appropriations		
Department of Administrative Services		
ITE Pooled Technology	3,358,334	3,792,200
Service Oriented Architecture	-	254,992
Department of Corrections		
Iowa Corrections Offender Network	500,000	500,000
Department of Education		
IPTV High Definition Conversion	2,300,000	-
ICN Part III Leases	2,727,000	2,727,000
IPTV Uninterruptible Power Supply	315,000	-
IPTV Replace Transmitters	1,425,000	-
Iowa Learning Technologies	500,000	500,000
Statewide Education Datawarehouse	-	600,000
Department of Human Rights		
Integrating Justice Data System	2,645,066	2,881,466
Department of Human Services		
CRSU Payment Processing Equip.	-	272,000
Iowa Ethics and Camp. Disclosure Board		
Electronic Filing Tech. Improvements	39,100	-
Iowa Law Enforcement Academy		
Technology Upgrades	50,000	-
Iowa Parole Board		
IT Upgrades	75,000	-
Department of Public Defense		
IT Upgrades	75,000	111,000
Department of Public Safety		
AFIS Lease/Purchase	550,000	560,000
IT Hardware/Software Upgrades	943,000	1,900,000
Iowa Tele. & Technology Commission		
ICN Major Equipment Replacement	1,997,500	2,067,000
Workforce Development		
Automated Workers Comp Appeal Processing	-	500,000
Outcome Tracking System	-	600,000
Total State Appropriations	17,500,000	17,265,658
Reversions of Appropriations	-	-
Net Appropriations	17,500,000	17,265,658
Net Available Balance Forward	-	234,342

TOBACCO SECURITIZATION TAX EXEMPT BOND PROCEEDS RESTRICTED CAPITAL FUND

The Tobacco Securitization Tax Exempt Bond Proceeds Restricted Capital Fund was created to receive the tax-exempt bond proceeds which resulted from Iowa's participation in the Tobacco Securitization process. In Fiscal Year 2002, the Fund received \$540 million in tax-exempt bond proceeds. The tobacco settlement agreement established restrictions on the use of the tax-exempt bond proceeds. The bond proceeds and the interest earned may be used for qualified capital projects in accordance with Internal Revenue Code regulations. Qualified capital projects include expenditures for depreciable assets such as facilities construction and renovation and purchases of equipment. Expenditures which do not qualify include operational costs and expenses associated with routine maintenance. The Internal Revenue Code requires all tax-exempt bond proceeds to be expended in accordance with a defined spending schedule. With Fiscal Year 2007 being the last year of the spending schedule, the balance of the bond proceeds, including any remaining interest earned, must be expended.

State of Iowa

Estimated Condition of the Tobacco Securitization Tax Exempt bond Proceeds Restricted Capital Fund

Financial Summary

	Actual FY2006	Estimated FY2007	Governor's Recommendation FY2008
Resources			
Beginning Balance	55,768,475	423,101	423,101
Adjustment to Beginning Balance			
Revenues:			
Interest	4,487,364	200,000	-
Refunds and Reimbursements	148,293		
Total Revenues	4,635,657	200,000	-
Total Resources Available	60,404,132	623,101	423,101
Expenditures			
Administrative Oversight	315,455	200,000	200,000
Appropriations			
Department of Administrative Services			
Capital Interior Restoration	4,500,000	-	-
Major Maintenance	3,000,000	-	-
DHS-CCUSO Renovation	650,000	-	-
Capitol Complex Electrical Distribution Upgrade	3,468,801	-	-
Records and Property Ctr Remodeling	2,200,000	-	-
West Capital Terrace Restoration	2,300,000	-	-
Parking Lot Repairs - Capital Complex	1,545,000	-	-
Department of Corrections			
Oakdale Expansion	11,700,000	-	-
Oakdale Equipment	3,376,519	-	-
Anamosa Kitchen	2,440,000	-	-
Fort Dodge CBC Residential Facility	1,400,000	-	-
Department of Economic Development			
Accelerated Career Education Infrastructure	1,500,000	-	-
Iowa Communications Network			
Equipment Replacement	1,704,719	-	-
Department of Human Services			
Family Resource Center	250,000	-	-
Department of Natural Resources			
State Park Renovations	1,000,000	-	-
Lewis and Clark Rural Water System	2,500,000	-	-
Department of Public Defense			
Armory Maintenance	1,500,000	-	-
Waterloo Aviation Readiness Center	399,000	-	-
Camp Dodge Water Treatment Facility	750,000	-	-
Department of Public Safety			
Dubuque Fire Training Facility	100,000	-	-
ISP Mason City Post	2,400,000	-	-
Board of Regents			
Tuition Replacement	10,329,981	-	-
Department of Transportation			
Commercial Air Service	1,500,000	-	-
Treasurer of State			
Prison Infrastructure Debt Service	5,422,390	-	-
Total Appropriations/Expenditures	66,251,865	200,000	200,000

State of Iowa

Estimated Condition of the Tobacco Securitization Tax Exempt bond Proceeds Restricted Capital Fund

Financial Summary

(Continued)

Deappropriations			
DED-Novel Protein Facility	(3,268,696)	-	-
DNR-Destination Park	(3,000,000)	-	-
Reversions	(2,138)	-	-
Recommended Deappropriations/Supplemental Approps			
Deappropriations			
DPS-ISP Mason City Post	-	(2,400,000)	-
I3 ERP System	-	(1,500,000)	-
Supplemental Appropriations			
DPS-Property Acquisition	-	1,200,000	-
DPS-Replacement of Radio Consoles	-	1,000,000	-
DPS-Furnishings for Records & Property Ctr	-	200,000	-
DAS-Terrace Hill Roof	-	700,000	-
DAS-Capital Complex Electrical Distribution Upgrade	-	800,000	-
Total Appropriations/Expenditures	<u>59,981,031</u>	<u>200,000</u>	<u>200,000</u>
Net Available Balance Forward	<u>423,101</u>	<u>423,101</u>	<u>223,101</u>

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ENDOWMENT FOR IOWA'S HEALTH FUND

The Endowment for Iowa's Health was created by legislation during the 2000 Session of General Assembly. The fund receives net proceeds made by tobacco companies in settlement of lawsuits per *Iowa Code* section 12E.1b (2). The statute further provides that \$55 million is transferred to the Healthy Iowans Tobacco Trust in Fiscal Year 2001. Each subsequent year the amount of the transfer is increased by 1.5%.

State of Iowa

Endowment for Iowa's Health Account

Financial Summary

	Actual FY2006	Estimated FY2007	Governor's Recommendation FY2008
Resources:			
Beginning Balance	38,301,245	109,724,840	89,021,220
Revenues:			
Bond Proceeds	50,176,574	-	-
General Fund Appropriation	29,562,000	17,773,000	-
Wagering Tax	70,000,000	70,000,000	-
Tobacco Payments	14,445,847	15,572,000	20,896,000
Interest	2,776,170	2,500,000	2,250,000
Reduction in General Fund Appropriation	(29,562,000)	(17,773,000)	-
Total Available Resources	175,699,836	197,796,840	112,167,220
Expenditures			
State Appropriations			
Treasurer of State			
Healthy Iowans Tobacco Trust Fund	58,374,996	59,250,620	60,139,379
Water Protection-Water Quality		5,000,000	5,000,000
Department of Natural Resources			
Lake Restoration		8,600,000	
Department of Human Services			
Senior Living Trust Fund		25,000,000	
Additional Transfers			
Transfer to Healthy Iowans Tobacco Trust	7,600,000	10,925,000	9,100,000
Total State Appropriations	65,974,996	108,775,620	74,239,379
Reversions of Appropriations			
Net Appropriations	65,974,996	108,775,620	74,239,379
Net Available Balance Forward	109,724,840	89,021,220	37,927,841

HEALTHY IOWANS TOBACCO TRUST FUND

The Healthy Iowans Tobacco Fund is created in *Iowa Code* section 12.65 and receives a portion of the receipts from tobacco companies in settlement of lawsuits per *Iowa Code* section 12E12.1b (2). Funds are subject to appropriation by the General Assembly and have been targeted to tobacco and substance abuse prevention and treatment as well as medical services.

State of Iowa

Estimated Condition of the Healthy Iowans Tobacco Trust Fund

Financial Summary

	Estimate FY2006	Estimated FY2007	Governor's Recommendation FY2008
Resources:			
Beginning Balance	681,002	1,063,021	807,317
Revenues:			
Appropriation from Endowment for Iowa's Health Account	58,374,996	59,250,621	60,139,379
Additional Transfer from the Endowment for Iowa's Health Account	7,600,000	10,925,000	9,100,000
Interest	184,106	120,000	120,000
Misc Receipts	3,905	-	-
Total Available Resources	66,844,009	71,358,642	70,166,696
Expenditures			
Appropriations			
Department of the Blind			
Newsline for the Blind	130,000	130,000	-
Department of Corrections			
CBC District I	100,000	228,216	228,216
CBC District II	396,217	406,217	406,217
CBC District III	200,359	200,359	200,359
CBC District IV	291,731	291,731	291,731
CBC District V	355,693	355,693	355,693
CBC District VI	100,000	164,741	164,741
CBC District VII	100,000	232,232	232,232
CBC District VIII	100,000	300,000	300,000
Fort Madison Special Needs Unit	1,187,285	1,497,285	1,497,285
Newton Value Based Program	310,000	310,000	-
Department of Economic Development			
Iowa Promise & Mentoring Partnership		125,000	125,000
Department of Education			
Iowa Empowerment Fund	2,153,250	2,153,250	2,153,250
Before and After School Grants		150,000	150,000
Department of Human Services			
Breast Cancer Treatment			
Medical Assistance Supplement	35,013,803	35,013,803	35,327,368
Point of Service Provider Increase	146,750	146,750	146,750
CHIP Expansion to 200% FPL	200,000	200,000	200,000
General Administration	274,000	274,000	274,000
Children and Family Services	4,257,623	4,257,623	3,761,677
Other Service Providers	-	-	182,381
Department of Public Health			
Smoking Cessation Products	75,000	75,000	75,000
Substance Abuse Prevention/Mentor	200,000	-	-
Substance Abuse	11,800,000	13,800,000	13,800,000
Healthy Iowans 2010	2,509,960	2,509,960	2,509,960
Tobacco Use/Prevention Control	5,011,565	5,928,465	5,928,465
Defibrillator Grant Program	250,000	350,000	350,000
Birth Defects Institute	26,000	26,000	26,000
Tobacco Prevention for Kids	200,000	-	-
Substance Abuse/Tobacco Prevention for Kid	400,000	1,050,000	1,050,000
Capitol Complex Defibrillator	100,000	-	-
PKU Assistance	60,000	100,000	100,000
AIDS Drug Assistance Program	275,000	275,000	275,000
Department of Management			
State Appeal Board	7,375	-	-
Total Appropriations	66,231,611	70,551,325	70,111,325
Reversions	(450,623)	-	-
Net Appropriations	65,780,988	70,551,325	70,111,325
Ending Balance	1,063,021	807,317	55,371

ENDOWMENT FOR IOWA'S HEALTH RESTRICTED CAPITALS FUND

The Endowment for Iowa's Health Restricted Capitals fund was created in Fiscal Year 2006 to account for the tax exempt portion of the tobacco settlement refunding proceeds. The bond proceeds and the interest earned may be used for qualified capital projects in accordance with Internal Revenue Code regulations. Qualified capital projects include expenditures for depreciable assets such as facilities construction and renovation and purchases of equipment. Expenditures which do not qualify include operational costs and expenses associated with routine maintenance. The Internal Revenue Code requires all tax-exempt bond proceeds to be expended in accordance with a defined spending schedule.

State of Iowa

Endowment for Iowa's Health Restricted Capitals Fund

Financial Summary

	Actual FY2006	Estimated FY2007	Governor's Recommendation FY2008
Resources:			
Beginning Balance		102,397,765	818,764
Revenues:			
Rebuild Iowa Infrastructure Fund Appropriation	100,493,926		
Interest	1,903,839	2,200,000	1,000,000
Total Available Resources	<u>102,397,765</u>	<u>104,597,765</u>	<u>1,818,764</u>
Expenditures			
State Appropriations			
Department of Administrative Services			
Capitol Interior Restoration		6,830,000	
DHS-Toledo Juvenile Home		1,521,045	
Woodward Resource Center Wastewater Treatment		2,443,000	
Design and Construction of a New State Office Building		37,585,000	
DHS-Toledo Education Infirmary Building		5,030,668	
Land Purchase		500,000	
Department for the Blind			
Building Renovation		4,000,000	
Department of Corrections			
Davenport CBC Facility		3,750,000	
Ft. Dodge CBC Residential		1,000,000	
Cedar Rapids CBC Mental Health Facility		1,000,000	
Anamosa Kitchen Remodeling			1,400,000
Department of Cultural Affairs			
Great Places Capitals		3,000,000	
Department of Economic Development			
ACE Capitals		5,500,000	
Department of Education			
Community College Infrastructure		2,000,000	
State Fair Authority			
State Fair Capitals		1,000,000	
Department of Public Defense			
Iowa City Armed Forces Readiness Center		1,444,288	
Waterloo Aviation Armory		1,236,000	
Spencer Armory		689,000	
STARCOMM		600,000	
Department of Public Safety			
Fire Training Bureau		2,000,000	
Board of Regents			
Capitals		10,000,000	
Department of Transportation			
Commercial Air Service Airports		1,500,000	
General Aviation Airports		750,000	
Recreational Trails		2,000,000	
Public Transit Infrastructure Fund		2,200,000	
Iowa Veterans Home			
Capitals		6,200,000	
Total State Appropriations	<u>-</u>	<u>103,779,001</u>	<u>1,400,000</u>
Net Available Balance Forward	<u>102,397,765</u>	<u>818,764</u>	<u>418,764</u>

SENIOR LIVING TRUST FUND

The Senior Living Trust Fund is created by *Iowa Code* section 249H.4. It initially received federal Medicaid funds and is subject to appropriation by the General Assembly. The purpose of the fund is to provide seniors and people with disabilities with a full array of services including alternatives to nursing facilities. The fund provided for converting long term care facilities to alternative uses, and continues to provide funding to reimburse alternative home and community services. It also continues funding of nursing facility reimbursement methodology changes implemented in 2001 and supplements Medical Assistance appropriation needs.

State of Iowa

Estimated Condition of the Senior Living Trust Fund

Financial Summary

	Actual FY2006	Estimated FY2007	Governor's Recommendation FY2008
Resources:			
Beginning Balance	147,486,373	53,676,519	64,438,767
Revenues:			
Interest	4,975,527	4,677,043	4,894,770
Appropriation from Endowment for Iowa's Health Trust	-	25,000,000	-
Transfer from Medical Assistance Program	10,625,889	-	-
Transfer from General Fund Ending Balance	-	49,900,000	53,500,000
Transfer from Economic Emergency Fund	-	6,000,000	44,900,000
Total Available Resources	<u>163,087,789</u>	<u>139,253,562</u>	<u>167,733,537</u>
Expenditures			
Appropriations			
Iowa Finance Authority			
Rent Subsidy Program	700,000	700,000	700,000
Department of Elder Affairs			
Service Delivery and Administration	8,296,730	8,324,044	8,324,044
Department of Inspections and Appeals			
Assisted Living Inspections	758,474	790,751	790,751
Department of Human Services			
Nursing Facility Case Mix Methodology	29,950,000	-	-
Medical Assistance	69,000,490	65,000,000	65,000,000
HCBS Elderly Waiver	1,033,406	-	-
Total Appropriations	<u>109,739,100</u>	<u>74,814,795</u>	<u>74,814,795</u>
Reversions	(327,830)	-	-
Net Appropriations	<u>109,411,270</u>	<u>74,814,795</u>	<u>74,814,795</u>
Ending Balance	<u>53,676,519</u>	<u>64,438,767</u>	<u>92,918,742</u>

PROPERTY TAX CREDIT FUND

The Property Tax Credit Fund was created during the 2005 Legislative session to receive funding from the Fiscal Year 2005 ending balance of the general fund to pay for property tax credits in subsequent fiscal year. Again, in Fiscal Year 2006 part of the ending balance from the General Fund went to the Property Tax Credit Fund to pay for property tax credits in the subsequent year. It is recommended that the fund continue, however, a smaller amount is recommended to be transferred from the Fiscal Year 2007 ending balance and a Fiscal Year 2008 general fund appropriation is recommended to be transferred to the fund to pay for the credits in Fiscal Year 2008.

State of Iowa

Property Tax Credit Fund

Financial Summary

	Actual FY2006	Estimated FY2007	Governor's Recommendation FY2008
Resources:			
Beginning Balance	-	666,577	666,577
Revenues:			
Transfer from Ending Balance of General Fund	159,663,964	159,663,964	119,900,000
General Fund Appropriation			40,000,000
Total Available Resources	<u>159,663,964</u>	<u>160,330,541</u>	<u>160,566,577</u>
Expenditures			
State Appropriations			
Department of Revenue			
Homestead Property Tax Credit	102,945,379	102,945,379	102,658,781
Agricultural Land and Family Farm Tax Credits	34,610,183	34,610,183	34,610,183
Military Service Tax Credit	2,568,402	2,568,402	2,800,000
Elderly and Disabled Tax Credit and Reimbursement	19,540,000	19,540,000	19,800,000
Total State Appropriations	<u>159,663,964</u>	<u>159,663,964</u>	<u>159,868,964</u>
Reversions of Appropriations	(666,577)		
Net Appropriations	<u>158,997,387</u>	<u>159,663,964</u>	<u>159,868,964</u>
Net Available Balance Forward	<u>666,577</u>	<u>666,577</u>	<u>697,613</u>

STATE FISH AND GAME PROTECTION FUND

The State Fish and Game Protection Fund consists of all moneys accruing from hunting and fishing license fees and all other sources of revenue arising under the Fish and Wildlife Division of the Department of Natural Resources. The Fund retains the interest earned on the Fund balance. By State Constitution, all funds are expended solely in carrying on the activities embraced in the Fish and Wildlife Division of the Department of Natural Resources. The Department of Natural Resources has spending discretion within the guidelines of the grants and appropriation language created in *Iowa Code* section 456A.17.

State of Iowa

State Fish and Game Protection Fund

Financial Summary

	Actual FY2006	Estimated FY2007	Governor's Recommendation FY2008
Resources:			
Beginning Balance	4,720,138	6,338,174	8,321,860
Revenues:			
Receipts	42,533,911	44,355,000	44,355,000
Total Available Resources	<u>47,254,049</u>	<u>50,693,174</u>	<u>52,676,860</u>
Expenditures			
Department of Natural Resources-Operations	32,677,525	35,371,314	36,371,314
Department of Natural Resources-Capitals	8,500,000	7,000,000	7,000,000
Total State Appropriations	<u>41,177,525</u>	<u>42,371,314</u>	<u>43,371,314</u>
Reversions of Appropriations	(261,650)		
Net Appropriations	<u>40,915,875</u>	<u>42,371,314</u>	<u>43,371,314</u>
Net Available Balance Forward	<u>6,338,174</u>	<u>8,321,860</u>	<u>9,305,546</u>

ROAD USE TAX FUND

Iowa's Road Use Tax Fund (RUTF) was created through legislation in 1949. The RUTF is primarily funded with revenues from the following sources: motor vehicle fuel taxes (gasoline, ethanol, and diesel fuels), fees collected on vehicle registrations, titles and drivers licenses, and use taxes on motor vehicle purchases. Except for administrative expenses, all motor fuel taxes and fees associated with vehicle registration, titles, and drivers licenses, are constitutionally mandated to be spent exclusively for the construction, maintenance and supervision of Iowa's public highways. Revenues from the use tax on purchases of motor vehicles is exempt from this constitutional mandate.

All revenues deposited into the RUTF are distributed using a formula to the Primary, Secondary, Farm-to-Market and Municipal Road Funds, which are used by state and local jurisdictions for the construction, maintenance, and administration of roads. Before revenues are distributed by formula, various appropriations and allocations are made from the Fund. These "off-the-top" expenses fund such things as Department of Transportation (DOT) operations, programs, equipment purchases and facility improvements. Appropriation expenses are funded through the legislative appropriations process. The *Iowa Code* specifies the statutory allocation formulas: to the Primary Road Fund (47.5 percent), to the Secondary Road Fund (24.5 percent), to the Farm to Market Road Fund (8 percent), and to the Street Construction Fund of the Cities (20 percent).

State of Iowa

Road Use Tax Fund

Source and Distribution of Funds

	Actual FY 2006	Estimated FY 2007	Governor's Recommendation FY 2008
Resources:			
Beginning Balance	69,578,591	74,894,756	81,175,870
Adjustment to Balance	46		
Revenues:			
Use Tax	247,125,327	215,864,205	213,705,563
Receipts from Other Entities	431,954,879	437,571,451	447,759,308
Interest, Loans and Dividends	10,048,247	11,002,041	11,552,143
Fees, Licenses and Permits	438,057,734	420,359,678	432,895,226
Sales, Rents and Service	93,617	100,000	
Miscellaneous	2,692,661	15,577,506	16,735,119
Total Available Resources	1,199,551,102	1,175,369,637	1,203,823,229
Expenditures:			
Fund Expenses			
Personal Services	35,740		
Reimbursement of Other Dept.	1,248,390	1,088,000	788,000
Refunds - Other		199,944	199,944
Intra-State Transfers			
Primary Road Fund - 47.5%	456,692,887	452,422,655	464,739,458
Farm to Market Road Fund - 8%	76,916,697	76,197,500	78,271,909
Primary Road Fund	11,500,000	11,500,000	11,500,000
Farm to Market Road Fund	1,500,000	1,500,000	1,500,000
Secondary Road Fund	10,257,601	10,347,637	10,399,375
State RISE	22,794,668	22,994,748	23,109,722
City and County RISE	12,537,068	12,647,111	12,710,347
Park and Institutional Roads	7,086,584	7,085,090	7,230,534
Secondary and Urban	500,000	500,000	500,000
Living Roadway Trust Fund	250,000	250,000	250,000
Railroad Crossing Safety	700,000	700,000	700,000
Railroad Crossing Surface	900,000	900,000	900,000
County Bridge Construction	2,000,000	2,000,000	2,000,000
City Bridge Construction	500,000	500,000	500,000
License Plates	4,550,000	4,000,000	4,000,000
Traffic Safety Improvement Projects	5,451,219	5,450,069	5,561,949
Public Transit Assistance	10,842,863	10,361,099	10,257,488
Motorcycle Education Fund	194,936	104,732	249,649
Other Transfers	8,428,078		
Licenses, Permits and Refunds	338,607	234,188	236,530
State Aid and Credits			
Secondary Road Fund - 24.5%	235,557,384	233,354,843	239,707,720
City Street Fund - 20%	192,291,742	190,493,749	195,679,772
Other State Aid	9,815,030		
Fund Expenditures	1,072,889,494	1,044,831,365	1,070,992,397

State of Iowa

Road Use Tax Fund

Source and Distribution of Funds

(Continued)

Appropriations:			
Dept. of Management			
Road Use Tax Fund Salary Adjustment	1,635,317	1,416,695	
Dept. of Management Approp.	56,000	56,000	56,000
Treasurer of State			
Funds for I3 Expenses - RUTF		93,148	93,148
Dept. of Transportation			
RUTF - Operations	5,548,160	5,667,786	6,237,000
RUTF - Administrative Services	560,122	548,222	0
RUTF - Planning and Program	470,476	484,994	470,000
RUTF - Motor Vehicle	32,040,203	33,205,657	33,347,113
RUTF - Unemployment Compensation	17,000	17,000	17,000
RUTF - Workers Compensation	114,000	125,480	108,000
Drivers' Licenses	2,820,000	2,820,000	3,047,000
Mississippi River Parkway Comm.	40,000	40,000	40,000
Indirect Cost Recoveries	102,000	102,000	102,000
Auditor Reimbursement	55,160	56,420	60,988
County Treasurers Support	1,268,000	2,064,000	1,832,000
RUTF - Dept. of Admin. Serv. Reimb.	140,616	140,000	145,000
I-35 Corridor Coalition	50,000	50,000	50,000
Road/Weather Conditions Information	100,000	100,000	100,000
DOT - IRP/IFTA		1,000,000	1,000,000
DOT - Data Warehouse - Vehicle		500,000	
Personal Delivery of Services	225,000	225,000	225,000
County Treasurers Equipment Stand.	650,000	650,000	650,000
Motor Vehicle Division Building	9,350,000		
Scale and Inspection Sites	2,133		
Scale Maintenance FY 08			100,000
Total Appropriations	<u>55,244,187</u>	<u>49,362,402</u>	<u>47,680,249</u>
Total Expenditures	<u>1,128,133,681</u>	<u>1,094,193,767</u>	<u>1,118,672,646</u>
Reversions	<u>(3,477,335)</u>	<u>0</u>	<u>0</u>
Total Appropriations/Expenditures	<u>1,124,656,346</u>	<u>1,094,193,767</u>	<u>1,118,672,646</u>
Net Available Balance Forward	<u>74,894,756</u>	<u>81,175,870</u>	<u>85,150,583</u>

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PRIMARY ROAD FUND

The Primary Road Fund (PRF) is created in the *Iowa Code*. Funding is provided by formula from the Road Use Tax Fund; all federal aid received by the state for primary and urban roads; and all other funds which may by law be credited to the PRF. Unless otherwise specified, all funds in the Primary Road Fund are to be expended for highway construction and maintenance purposes including bridge construction, railroad crossing improvements, state institutional and state park roads, and city freeway lighting systems. Primary Road Fund dollars are also subject to legislative appropriations for such things as Department of Transportation operational expenses and programs, costs associated with the disposal of hazardous wastes, and capital improvement projects.

State of Iowa

Primary Road Fund

Source and Distribution of Funds

	Actual FY 2006	Estimated FY 2007	Governor's Recommendation FY 2008
Resources:			
Beginning Balance	153,502,614	59,292,666	3,469,910
Adjustment to Balance	69,240		
Revenues:			
Sales Tax	4,882	5,000	5,000
Federal Support	158,073,578	197,800,000	188,247,000
Local Government Receipts	4,410,048	4,600,000	4,600,000
Other States Receipts	3,106,023	75,000	75,000
Intra-State Receipts	522,293,508	517,253,761	524,400,000
Reimbursements from Other Dept.	400,533	160,000	160,000
Interest	174	1,000	1,000
Bonds and Loans	1,063,070		
Fees, Licenses and Permits	1,393,035	860,000	860,000
Refunds and Reimbursements	83,333	4,010,100	4,010,100
Sale of Real Estate	3,272,204	1,710,000	1,710,000
Rents and Leases	22,700	16,000	16,000
Other	2,845,017	2,750,000	2,750,000
Total Available Resources	850,539,959	788,533,527	730,304,010
Expenditures:			
Travel and Subsistence	(152,794)	4,600	4,600
Supplies and Services	5,288,792	2,745,500	2,745,500
Contractual Services	67,068,257	54,036,000	62,035,000
Equipment and Repairs	495,727	453,560	454,560
Claims and Miscellaneous	670,258	1,317,000	1,317,000
Licenses, Permits and Refunds	229,663	486,100	491,100
State Aid and Credits	(188,088)	5,000	
Plant Improvements and Additions	468,497,495	448,500,000	367,615,000
Fund Expenditures	541,909,310	507,547,760	434,662,760
Appropriations			
Dept. of Management			
Primary Road Fund Salary Adjustment	9,233,486	9,593,363	
Dept. of Transportation			
Field Facility Deferred Maint.	351,500	351,500	351,500
Transportation Maps	275,000	235,000	242,000
PRF - Operations	34,081,559	35,016,403	38,311,652
PRF - Administrative Services	3,473,167	3,400,067	
PRF - Planning and Program	8,978,251	9,227,088	8,920,908
PRF - Maintenance	194,812,347	206,354,880	209,436,880
PRF - Motor Vehicle	1,283,891	1,393,456	1,384,000
PRF - DOT Unemployment	328,000	328,000	328,000
PRF - DOT Workers Compensation	2,738,000	3,011,520	2,592,000

State of Iowa**Primary Road Fund****Source and Distribution of Funds**

(Continued)

Indirect Cost Recoveries	748,000	748,000	748,000
Auditor Reimbursement	338,840	346,580	376,212
Dept. of Administrative Services Reimb.	863,497	860,000	888,000
PRF-Inventory and Equipment Repl.		2,250,000	2,250,000
Garage Fuel and Waste Management	800,000	800,000	800,000
DOT Capitals - Garage Roofs	150,000	100,000	100,000
DOT Capitals - Utility Improvements	150,000	400,000	400,000
DOT Capitals - Heating, Cooling, Exhaust	250,000	100,000	100,000
DOT Capitals - ADA Improvements		200,000	200,000
DOT Capitals - Ames Complex Parking		200,000	
DOT Capitals - Ames Complex Elevators		100,000	100,000
DOT Capitals - Fairfield Garage		2,500,000	
DOT Capitals - Clarinda Garage			2,300,000
Total Appropriations	<u>258,855,538</u>	<u>277,515,857</u>	<u>269,829,152</u>
Total Expenditures	<u>800,764,848</u>	<u>785,063,617</u>	<u>704,491,912</u>
Reversions	<u>(9,517,555)</u>	<u>0</u>	<u>0</u>
Total Appropriations/Expenditures	<u>791,247,293</u>	<u>785,063,617</u>	<u>704,491,912</u>
Net Available Balance Forward	<u>59,292,666</u>	<u>3,469,910</u>	<u>25,812,098</u>

STATE OF IOWA
HISTORY OF APPROPRIABLE RECEIPTS
(IN \$ THOUSANDS)
Cash Basis

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
SPECIAL TAXES:										
Personal Income Tax	2,123,126	2,288,427	2,233,710	2,375,919	2,426,519	2,372,022	2,417,614	2,592,271	2,782,351	2,854,191
Sales Tax	1,237,300	1,271,811	1,377,457	1,416,565	1,441,708	1,452,962	1,450,314	1,465,592	1,515,515	1,594,721
Corporation Income Tax	318,770	290,715	321,790	326,141	249,368	238,540	254,152	266,752	280,874	348,628
Use Tax	223,094	243,021	242,663	246,795	284,832	221,248	237,042	234,787	296,789	286,348
Inheritance Tax	109,347	109,811	90,142	114,771	104,578	100,351	88,136	80,121	78,393	73,054
Insurance Premium Tax	105,957	108,870	114,345	120,212	126,608	135,372	142,236	138,227	130,932	121,428
Cigarette & Tobacco Taxes	100,276	100,722	98,854	97,688	96,219	95,181	95,545	95,105	96,162	98,684
Beer & Liquor Taxes	12,476	12,671	13,115	13,586	13,569	13,767	13,918	14,003	14,011	14,203
Franchise Tax	35,643	36,405	33,756	31,764	31,247	30,916	35,256	38,011	35,419	35,470
Miscellaneous Taxes	1,191	1,300	1,064	1,289	1,297	1,463	1,088	1,079	569	638
TOTAL SPECIAL TAXES	4,267,180	4,463,753	4,526,896	4,744,730	4,775,945	4,661,822	4,735,301	4,925,948	5,231,015	5,427,365
Percentage Increase	5.65%	4.61%	1.41%	4.81%	0.66%	-2.39%	1.58%	4.03%	6.19%	3.75%
OTHER RECEIPTS										
Institutional Payments	104,313	70,186	50,748	49,068	47,321	48,495	16,172	13,684	12,709	13,009
Liquor Transfers	37,802	40,000	41,320	45,000	46,500	47,500	49,000	58,000	59,000	63,775
Interest	17,959	30,569	34,059	25,974	18,166	25,318	18,070	7,558	9,687	17,477
Fees	63,596	65,381	58,400	66,349	72,483	70,227	72,131	79,869	72,321	76,245
Judicial Revenue	42,945	42,913	48,267	52,299	48,816	51,889	54,698	57,493	59,158	63,069
Miscellaneous Receipts	53,898	58,126	61,328	52,893	45,188	42,152	41,352	55,161	65,062	49,706
Racing & Gaming Receipts	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
TOTAL OTHER RECEIPTS	380,513	367,175	354,122	351,583	338,474	345,581	311,423	331,765	337,937	343,281
	4.07%	-3.51%	-3.55%	-0.72%	-3.73%	2.10%	-9.88%	6.53%	1.86%	1.58%
TOTAL APPROPRIABLE RECEIPTS	4,647,693	4,830,928	4,881,018	5,096,313	5,114,419	5,007,403	5,046,724	5,257,713	5,568,952	5,770,646
Percentage Increase	5.52%	3.94%	1.04%	4.41%	0.36%	-2.09%	0.79%	4.18%	5.92%	3.62%

STATE OF IOWA
FUNDING ELEMENTARY AND SECONDARY EDUCATION
 General Operating Fund Only (In Millions)

	Actual 95/96		Actual 96/97		Actual 97/98		Actual 98/99		Actual 99/00		Actual 00/01	
	Dollars	Percent	Dollars	Percent	Dollars	Percent	Dollars	Percent	Dollars	Percent	Dollars	Percent
Uniform Property Taxes	422.0	16.59	427.8	15.72	438.9	15.42	461.4	12.74	480.6	15.32	500.1	
Additional Property Taxes	431.4	16.96	369.7	13.59	382.4	13.43	405.6	11.20	378.7	12.07	405.2	
ISL Property Taxes	41.3	1.62	43.5	1.60	46.1	1.62	49.6	1.37	50.6	1.61	59.0	
State Foundation Aid	1,330.9	52.32	1,489.2	54.73	1,558.2	54.73	1,611.9	44.51	1,698.5	54.15	1,747.3	
Other State Aid	94.6	3.72	126.6	4.65	127.8	4.49	144.6	3.99	167.5	5.34	173.9	
Income Surtaxes	20.4	0.80	24.7	0.91	31.3	1.10	33.9	0.94	38.2	1.22	36.3	
Other Miscellaneous	<u>203.3</u>	<u>7.99</u>	<u>239.5</u>	<u>8.80</u>	<u>262.3</u>	<u>9.21</u>	<u>278.5</u>	<u>7.69</u>	<u>322.6</u>	<u>10.28</u>	<u>343.1</u>	
Total Funds	<u>2,543.9</u>	<u>100.00</u>	<u>2,721.0</u>	<u>100.0</u>	<u>2,847.0</u>	<u>100.0</u>	<u>2,985.5</u>	<u>82.4</u>	<u>3,136.7</u>	<u>100.0</u>	<u>3,264.9</u>	
Formula (Weighted) Enrollment	554,493		562,275		566,798		569,723		569,387		567,344	
Actual Fall Enrollment	504,506		505,523		505,130		502,534		498,607		494,290	

	Actual 01/02		Actual 02/03		Actual 03/04		Actual 04/05		Actual 05/06		Estimated	
	Dollars	Percent	Dollars	Percent	Dollars	Percent	Dollars	Percent	Dollars	Percent	Dollars	Percent
Uniform Property Taxes	522.2	15.62	536.2	15.47	548.7	15.66	532.5	14.70	543.7	14.30	570.6	
Additional Property Taxes	425.2	12.72	465.5	13.43	476.3	13.59	499.3	13.79	509.2	13.40	521.5	
ISL Property Taxes	64.4	1.93	68.5	1.98	73.9	2.11	77.7	2.15	79.4	2.09	83.6	
State Foundation Aid	1,725.1	51.60	1,784.1	51.47	1,776.7	50.69	1,881.2	51.94	1,963.9	51.67	2,048.3	
Other State Aid	203.1	6.08	178.2	5.14	167.3	4.77	169.1	4.67	203.8	5.36	253.5	
Income Surtaxes	42.1	1.26	47.3	1.36	47.0	1.34	47.0	1.30	58.0	1.53	64.8	
Other Miscellaneous	<u>360.8</u>	<u>10.79</u>	<u>386.5</u>	<u>11.15</u>	<u>414.9</u>	<u>11.84</u>	<u>414.9</u>	<u>11.46</u>	<u>443.2</u>	<u>11.66</u>	<u>443.2</u>	
Total Funds	<u>3,342.9</u>	<u>100.0</u>	<u>3,466.3</u>	<u>100.0</u>	<u>3,504.8</u>	<u>100.0</u>	<u>3,621.7</u>	<u>100.0</u>	<u>3,801.2</u>	<u>100.0</u>	<u>3,985.5</u>	
Formula (Weighted) Enrollment	564,747		562,056		561,386		560,606		560,259		561,016	
Actual Fall Enrollment	489,522		487,021		485,011		483,335		483,105			

Statewide Financial Fund Summaries

General Fund Appropriation by Function

Function	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Administration and Regulation				
Regular	133,066,237	149,000,543	157,268,565	226,054,950
Standing Limited	5,489,466	5,910,784	5,954,784	5,910,784
Standing Unlimited	39,742,043	37,289,894	41,469,943	41,469,943
Total Administration and Regulation	178,297,745	192,201,221	204,693,292	273,435,677
Agriculture and Natural Resources				
Regular	36,760,180	38,614,264	42,765,230	39,076,167
Total Agriculture and Natural Resources	36,760,180	38,614,264	42,765,230	39,076,167
Economic Development				
Regular	27,196,474	27,136,330	28,308,591	29,233,591
Standing Limited	57,250,000	57,250,000	57,250,000	57,250,000
Total Economic Development	84,446,474	84,386,330	85,558,591	86,483,591
Education				
Regular	966,525,637	1,047,516,184	1,224,729,448	1,184,105,366
Standing Limited	63,617,690	60,700,333	62,823,433	62,823,433
Standing Unlimited	1,985,905,524	2,071,375,848	2,197,302,903	2,166,575,848
Capital	0	0	0	1,000,000
Total Education	3,016,048,851	3,179,592,365	3,484,855,784	3,414,504,647
Human Services				
Regular	1,101,801,938	1,162,002,089	1,325,947,484	1,264,641,865
Standing Limited	95,429,353	95,440,000	95,440,000	95,440,000
Standing Unlimited	176,492	176,492	176,492	176,492
Total Human Services	1,197,407,783	1,257,618,581	1,421,563,976	1,360,258,357
Justice System				
Regular	517,485,044	542,611,641	587,919,882	580,176,751
Standing Unlimited	1,207,541	488,009	488,009	488,009
Total Justice System	518,692,585	543,099,650	588,407,891	580,664,760
Total General Fund Appropriation	5,031,653,618	5,295,512,411	5,827,844,764	5,754,423,199

General Fund Appropriation Detail by Function

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Administration and Regulation				
Administrative Services, Department of				
Administrative Services, Dept.	5,048,824	6,096,632	6,296,632	6,296,632
Volunteer Emergency Services Provider Death Benefit	300,000	0	0	0
Utilities	3,080,865	3,080,865	3,080,865	3,953,105
DAS Distribution Account	(71,714)	0	2,388,440	2,000,000
Financial Administration	200,000	200,000	0	0
Federal Cash Management Standing	380,498	436,250	436,250	436,250
Volunteer Emergency Services Provider Death Benefit	300,000	0	0	0
Unemployment Compensation- State Standing	383,076	538,750	538,750	538,750
Municipal Fire & Police Retirement	2,745,784	2,745,784	2,745,784	2,745,784
Total Administrative Services, Department of Appropriations	12,367,333	13,098,281	15,486,721	15,970,521
Auditor of State				
Auditor of State - General Office	1,207,341	1,211,873	1,273,400	1,211,873
Total Auditor of State Appropriations	1,207,341	1,211,873	1,273,400	1,211,873
Iowa Ethics & Campaign Disclosure Board				
Iowa Ethics & Campaign Disclosure Board	487,023	512,669	517,669	517,669
Total Iowa Ethics & Campaign Disclosure Board Appropriations	487,023	512,669	517,669	517,669
Commerce, Department of				
Alcoholic Beverages Operations	1,930,962	2,057,289	2,057,289	2,057,289
Banking Division	7,059,508	7,594,741	7,632,241	7,632,241
Credit Union Division	1,455,874	1,517,726	1,557,726	1,557,726
Insurance Division	4,517,481	4,655,809	4,715,809	4,655,809
Long Term Care	300,000	0	0	0
Professional Licensing Bureau	863,462	898,343	898,343	898,343
Utilities Division	7,230,820	7,266,919	7,266,919	7,266,919
Total Commerce, Department of Appropriations	23,358,107	23,990,827	24,128,327	24,068,327
Executive Council				
Public Improvements	0	48,750	48,750	48,750
Performance Of Duty	1,074,446	1,462,500	1,462,500	1,462,500
Drainage Assessment	31,150	24,375	24,375	24,375
Court Costs	31,997	73,125	73,125	73,125
Total Executive Council Appropriations	1,137,593	1,608,750	1,608,750	1,608,750
Legislative Branch				
House	9,057,859	10,472,868	11,930,000	11,930,000
Senate	6,277,738	6,737,570	7,998,000	7,998,000
Joint Legislative Expenses	228,107	821,610	855,000	855,000
Citizens Aide	1,143,360	1,473,705	1,543,953	1,543,953

General Fund Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Legislative Services Agency	10,549,424	11,673,181	13,133,030	13,133,030
International Relations Account	(5,128)	10,000	10,000	10,000
Uniform State Laws Commission	0	20,698	20,698	20,698
Total Legislative Branch Appropriations	27,251,359	31,209,632	35,490,681	35,490,681
Governor/Lt. Governor's Office				
Governor/Lt. Governor's Office	1,823,111	1,945,326	1,868,269	2,168,269
National Governor's Association	64,393	80,600	80,600	80,600
Interstate Extradition	0	3,710	3,710	3,710
State-Federal Relations	115,748	123,927	123,927	123,927
Administrative Rules Coordinator	150,013	154,755	154,755	154,755
Terrace Hill Quarters	378,633	401,310	401,310	401,310
Governor Elect Expenses	0	100,000	0	0
Total Governor/Lt. Governor's Office Appropriations	2,531,898	2,809,628	2,632,571	2,932,571
Governor's Office of Drug Control Policy				
Drug Policy Coordinator	307,730	309,048	338,099	338,099
Drug Task Forces	0	0	0	1,800,000
Total Governor's Office of Drug Control Policy Appropriations	307,730	309,048	338,099	2,138,099
Human Rights, Department of				
Human Rights Administration	317,028	326,425	334,425	326,425
Persons with Disabilities	193,531	194,212	194,212	194,212
Status of Women	335,501	343,555	343,555	343,555
Status of African Americans	121,655	134,725	154,725	154,725
Deaf Services	374,367	390,315	390,315	390,315
Latino Affairs	170,749	179,433	179,433	179,433
Criminal & Juvenile Justice	827,398	1,098,026	1,098,026	1,587,333
Asian and Pacific Islanders	6,000	86,000	86,000	86,000
LIHEAP State Funds	3,000,000	0	0	0
Total Human Rights, Department of Appropriations	5,346,229	2,752,691	2,780,691	3,261,998
Inspections & Appeals, Department of				
Health Facilities Division	2,419,742	2,412,647	2,412,647	2,412,647
Employment Appeal Board	54,600	56,294	56,294	56,294
Investigations Division	1,484,421	1,526,415	1,526,415	1,526,415
Child Advocacy Board	2,068,667	2,218,308	2,629,411	2,368,308
Administration Division	1,577,318	1,711,675	2,117,419	2,074,767
Administrative Hearings Div.	634,647	680,533	680,533	680,533
Indigent Defense Appropriation	25,163,082	25,163,082	27,528,412	28,752,538
Public Defender	19,172,795	20,370,271	22,285,076	20,845,271
Riverboat Regulation	2,491,949	3,199,440	3,199,440	3,199,440
Pari-Mutuel Regulation	2,617,511	2,671,410	2,671,410	2,671,410
Total Inspections & Appeals, Department of Appropriations	57,684,732	60,010,075	65,107,057	64,587,623

General Fund Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Management, Department of				
Salary Adjustment Fund	154,135	0	0	0
Local Government Innovation Fund	0	300,000	300,000	300,000
Salary Model Administrator	127,936	131,792	0	0
Appeal Board Claims	11,088,153	4,387,500	4,387,500	4,387,500
Special Olympics Fund	50,000	50,000	50,000	50,000
Indian Settlement Officer	25,000	25,000	25,000	25,000
Enterprise Resource Planning	57,435	119,435	0	0
Management Departmental Oper.	2,244,335	2,313,941	2,781,168	3,031,168
Performance Audits	216,000	108,000	0	0
Institute for Tomorrow's Workforce	150,000	0	0	0
DOM - LEAN/Process Improvement	0	108,000	0	0
Property Tax Credit Fund	0	0	0	40,000,000
Technology Reinvestment Fund	0	17,500,000	17,500,000	17,500,000
Appropriation				
Commercial Property Tax Relief	0	0	0	25,000,000
Total Management, Department of Appropriations	14,112,994	25,043,668	25,043,668	90,293,668
Revenue, Department of				
Refund Income Corp & Franchise Sale	0	0	0	0
Inheritance Refund	0	0	0	0
Collection Agencies	(35,062)	0	0	0
Refund Cigarette Stamps	0	0	0	0
Printing Cigarette Stamps	107,304	115,000	159,000	115,000
Collection Costs and Fees	27,462	0	0	0
Tobacco Products Tax Refund	0	0	0	0
Livestock Producers Credit	1,770,342	2,000,000	2,000,000	2,000,000
Revenue, Department of	27,001,429	23,650,828	24,017,495	25,301,646
Tobacco Reporting Requirements	25,000	25,000	25,000	25,000
Total Revenue, Department of Appropriations	28,896,475	25,790,828	26,201,495	27,441,646
Secretary of State				
Constitutional Amendments	0	1,000	0	0
Admin/Elections/Voter Reg	707,942	734,580	1,302,927	1,131,015
Secretary of State-Business Services	2,003,091	2,155,151	1,818,716	1,818,716
Biennial Reporting	275,000	0	0	0
Total Secretary of State Appropriations	2,986,033	2,890,731	3,121,643	2,949,731
Treasurer of State				
Treasurer - General Office	922,899	962,520	962,520	962,520
Total Treasurer of State Appropriations	922,899	962,520	962,520	962,520
Agriculture and Natural Resources				
Agriculture and Land Stewardship				
GF-Administrative Division	17,837,900	18,456,595	21,323,561	18,843,498
Regulatory Dairy Products	643,166	693,166	693,166	693,166
Missouri River Authority	9,535	9,535	9,535	9,535

General Fund Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Chronic Wasting Disease	100,000	100,000	100,000	100,000
Avian Influenza	50,000	50,000	50,000	50,000
Apiary Program	40,000	40,000	40,000	40,000
Sr. Farmers Market Program	77,000	77,000	77,000	77,000
Soil Commissioners Expense	200,000	250,000	384,000	250,000
IA Shorthorn Association	10,000	0	0	0
Total Agriculture and Land Stewardship Appropriations	18,967,601	19,676,296	22,677,262	20,063,199
Natural Resources, Department of				
GF-Natural Resources Operations	17,792,579	18,937,968	20,087,968	19,012,968
Total Natural Resources, Department of Appropriations	17,792,579	18,937,968	20,087,968	19,012,968
Economic Development				
Economic Development, Department of				
World Food Prize	285,000	400,000	400,000	400,000
Business Development	6,215,394	6,300,160	6,300,160	6,300,160
Economic Development Administration	1,875,845	2,044,530	2,044,529	2,044,529
Community Development Block Grant	5,654,173	5,798,640	5,798,640	6,798,640
Grow Iowa Values Fund	50,000,000	50,000,000	50,000,000	50,000,000
Community Attraction & Tourism	7,000,000	7,000,000	7,000,000	7,000,000
Endow Iowa Grants	50,000	50,000	50,000	50,000
Total Economic Development, Department of Appropriations	71,080,412	71,593,330	71,593,329	72,593,329
Iowa Finance Authority				
Entrepreneurs w/Disability	200,000	200,000	200,000	200,000
Total Iowa Finance Authority Appropriations	200,000	200,000	200,000	200,000
Iowa Workforce Development				
IWD General Fund - Operations	5,278,800	5,568,762	5,568,762	5,568,762
Workforce Development Field Offices	6,856,655	5,951,014	6,951,014	6,951,014
Tier 2 Reporting	0	0	75,000	0
Total Iowa Workforce Development Appropriations	12,135,455	11,519,776	12,594,776	12,519,776
Public Employment Relations Board				
PER Board - General Office	1,030,607	1,073,224	1,170,486	1,170,486
Total Public Employment Relations Board Appropriations	1,030,607	1,073,224	1,170,486	1,170,486
Education				
Blind, Iowa Commission for the				
Department for the Blind	1,954,105	2,004,747	2,194,747	2,404,747
Total Blind, Iowa Commission for the Appropriations	1,954,105	2,004,747	2,194,747	2,404,747

General Fund Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
College Student Aid Commission				
Des Moines University-Osteopathic Loans	50,000	100,000	200,000	100,000
Teacher Shortage Forgivable Loan	285,000	285,000	296,400	296,400
College Work Study	140,000	140,000	145,600	145,600
Tuition Grant Program-Standing	49,673,575	46,506,218	48,373,718	48,373,718
Vocational Technical Tuition Grant	2,533,115	2,533,115	2,783,115	2,783,115
College Aid Commission	364,640	376,053	391,095	376,053
National Guard Benefits Program	3,725,000	3,725,000	3,800,000	3,800,000
Des Moines University - Physician Recruitment	346,451	346,451	346,451	346,451
Iowa Grants	1,029,784	1,029,784	1,070,976	1,070,976
Tuition Grant - For-Profit	0	5,167,358	5,374,858	5,374,858
All Iowa Opportunity Scholarships	0	0	0	5,000,000
Total College Student Aid Commission Appropriations	58,147,565	60,208,979	62,782,213	67,667,171
Cultural Affairs, Department of				
Cultural Grants	299,240	299,240	380,000	299,240
Historical Society	3,239,269	3,392,865	3,739,269	3,392,865
Administrative Division - Cultural Affairs	240,195	245,101	265,195	245,101
Historic Sites	534,676	554,166	559,676	554,166
Arts Council	1,181,329	1,207,611	1,387,000	1,207,611
Archiving Former Governor's Papers	75,000	77,348	100,000	77,348
Great Places	200,000	305,794	500,000	305,794
Music Grants	25,000	0	0	0
Historical Resource Development Emergency Grants	0	250,000	0	0
African-American Historical Museum	0	85,000	0	0
Arts Education and Enrichment Programming	0	5,000	0	0
Records Center Rent - GF	0	0	0	185,768
Total Cultural Affairs, Department of Appropriations	5,794,709	6,422,125	6,931,140	6,267,893
Education, Department of				
Empowerment Board - School Ready	23,781,594	23,781,594	24,256,594	23,781,594
Vocational Education Secondary	2,936,904	2,936,904	2,936,904	2,936,904
Voluntary Preschool Access	0	0	15,000,000	20,000,000
Voc Ag Youth Org	0	50,000	50,000	50,000
Jobs For America's Grads	400,000	600,000	600,000	600,000
Instructional Support	14,428,238	14,428,271	14,798,189	14,428,271
Transportation Nonpublic Stdts	8,273,763	8,604,714	8,604,714	8,604,714
Child Development	11,271,000	11,271,000	11,271,000	11,271,000
Administration	5,418,607	5,919,382	6,319,382	6,319,382
Vocational Education Administration	530,429	553,758	553,758	553,758
Enrich Iowa Libraries	1,698,432	1,698,432	1,948,432	1,698,432

General Fund Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Textbook Services For Nonpublic	614,058	638,620	638,620	638,620
Merged Area Schools-General Ai	149,579,244	159,579,244	171,748,132	171,962,414
State Library	1,420,694	1,466,761	1,926,761	1,666,761
Teacher Excellence Program	55,469,053	55,469,053	55,469,053	55,469,053
School Food Service	2,509,683	2,509,683	2,509,683	2,509,683
Teacher Quality/Student Achievement	69,593,894	104,343,894	157,688,894	174,343,894
Library Service Areas	1,376,558	1,376,558	1,586,000	1,376,558
Early Intervention Block Grant	29,250,000	29,250,000	29,250,000	29,250,000
State Foundation School Aid	1,963,203,523	2,048,342,863	2,173,900,000	2,143,542,863
Statewide Education Data Warehouse	0	0	1,000,000	400,000
Model Core Curriculum	0	270,000	0	0
District Sharing & Efficiencies	0	0	400,000	400,000
Administrator Mentoring	0	250,000	250,000	250,000
Statewide Graduation Requirements	0	130,000	0	0
Family Support and Parent Education	0	5,000,000	5,000,000	5,000,000
Early Care, Health & Education	0	10,000,000	15,000,000	10,000,000
Reading Instruction Pilot Project Grant	0	250,000	0	0
Parent Liaison	0	44,000	0	0
21st Century International Competitiveness Skills	0	0	350,000	0
Project Lead the Way	0	0	2,000,000	0
Special Education Services Birth to 3	0	0	1,721,400	1,721,400
Iowa Senior Year Plus	0	0	0	300,000
Vocational Rehabilitation DOE	4,779,655	5,216,185	5,419,890	5,419,890
Independent Living	54,421	54,709	54,709	54,709
Farmers with Disabilities	0	130,000	0	0
Regional Tele Councils	1,240,478	1,240,478	1,364,525	1,340,525
Iowa Public Television	7,596,113	8,174,649	8,854,049	8,448,649
IPTV Capitals	0	0	0	1,000,000
Total Education, Department of Appropriations	2,355,426,341	2,503,580,752	2,722,470,689	2,705,339,074
Regents, Board of				
Recycling and Reuse Center	211,858	211,858	0	0
SUI - Economic Development	247,005	247,005	0	0
Tri State Graduate	77,941	77,941	0	0
Southwest Iowa Resource Ctr	105,956	105,956	0	0
ISU - Economic Development	2,363,557	2,463,557	0	0
Livestock Disease Research	220,708	220,708	0	0
University of Iowa--Hygienic Laboratory	3,849,461	3,849,461	0	0
SCHS - Spec. Child Health	649,066	649,066	0	0
Family Practice Program	2,075,948	2,075,948	0	0
Quad Cities Grad Ctr	157,144	157,144	0	0
ISU Leopold Center	464,319	464,319	0	0

General Fund Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Iowa School For The Deaf	8,810,471	9,162,890	0	0
Regent Board Office	1,167,137	1,167,137	0	0
Tuition Replacement Bonding Pr	13,975,431	13,975,431	0	0
Tuition and Transportation	15,020	15,020	0	0
Biocatalysis	881,384	881,384	0	0
UNI - Economic Development	361,291	361,291	0	0
Iowa Birth Defects Registry	44,636	44,636	0	0
University of Iowa-Psychiatric Hospital	7,043,056	7,043,056	0	0
Cntr For Disabilities And Dev	6,363,265	6,363,265	0	0
University of Iowa-Oakdale Campus	2,657,335	2,657,335	0	0
SUI Subs Abuse Consortium	64,871	64,871	0	0
Primary Health Care	759,875	759,875	0	0
Iowa State: Gen. University	177,328,346	180,198,164	0	0
ISU--Ag Experiment Station	32,117,925	32,984,653	0	0
ISU--Cooperative Extension	20,569,125	21,232,579	0	0
University of Northern Iowa	80,638,563	82,701,063	0	0
SUI - General University	226,306,403	230,843,903	0	0
State of Iowa Cancer Registry	178,739	178,739	0	0
Iowa Braille And Sight Saving	4,930,295	5,127,507	0	0
BOR Universities	0	0	557,739,991	518,743,130
BOR Special Schools	0	0	14,877,634	14,555,417
BOR Economic Development	0	0	3,231,589	3,071,853
Midwestern Higher Ed Consortium	90,000	90,000	0	0
BOR Higher Education Legislative Special Purpose	0	0	114,627,781	96,255,362
ISU Veterinary Diagnostic Laboratory	0	1,000,000	0	0
SUI - Iowa Nonprofit Resource Center	0	0	0	200,000
Total Regents, Board of Appropriations	594,726,131	607,375,762	690,476,995	632,825,762
Human Services				
Elder Affairs, Department of				
Aging Programs	2,828,543	4,328,306	4,582,055	4,648,306
Total Elder Affairs, Department of Appropriations	2,828,543	4,328,306	4,582,055	4,648,306
Public Health, Department of				
Injuries	1,329,258	0	0	0
Addictive Disorders	1,761,036	1,771,890	3,771,890	4,586,890
Community Capacity	1,354,083	1,758,147	2,183,147	2,858,147
Environmental Hazards	353,133	626,960	626,960	626,960
Adult Wellness	304,067	0	0	0
Chronic Conditions	1,279,671	1,742,840	2,042,840	2,342,840
Elderly Wellness	9,233,985	9,233,985	9,483,985	9,233,985
Infectious Diseases	1,100,230	1,279,963	2,451,429	1,568,463
Public Protection	7,147,106	8,232,581	3,546,333	2,519,331
Healthy Children and Families	916,280	2,369,438	2,849,438	2,369,438
Resource Management	1,095,862	1,045,407	1,105,189	1,195,557

General Fund Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Iowa Registry for Congenital & Inherited Disorders	194,677	200,000	200,000	200,000
PKU Assistance	100,000	0	0	0
Total Public Health, Department of Appropriations	26,169,388	28,261,211	28,261,211	27,501,611
Human Services, Department of				
Non Residents Transfers	82	82	82	82
Non Resident Commitment M.III	174,704	174,704	174,704	174,704
Commission Of Inquiry	1,706	1,706	1,706	1,706
General Administration	13,978,386	15,099,888	15,712,655	15,551,927
Field Operations	56,829,276	60,165,029	65,467,345	64,595,423
Child Support Recoveries	8,214,690	8,502,360	10,144,869	9,760,098
Toledo Juvenile Home	6,667,121	6,927,794	7,268,668	6,985,684
Eldora Training School	10,546,241	10,954,842	11,454,974	11,056,998
Civil Commitment Unit for Sexual Offenders	4,025,704	4,971,523	6,611,837	5,846,003
Cherokee MHI	4,852,942	5,273,361	5,370,448	5,367,652
Clarinda MHI	6,019,983	6,409,501	6,544,775	6,540,101
Independence MHI	8,929,177	9,358,177	9,672,409	9,606,542
Mt Pleasant MHI	491,855	1,228,549	1,529,199	1,522,598
Glenwood Resource Center	16,316,040	15,641,388	16,548,684	16,188,762
Woodward Resource Center	8,203,796	10,109,976	10,661,693	10,337,272
Medical Assistance	599,200,314	652,311,610	769,110,342	713,121,893
State Children's Health Insurance	16,568,275	19,703,715	22,536,378	23,200,622
MH Property Tax Relief	95,000,000	95,000,000	95,000,000	95,000,000
Child Abuse Prevention	234,676	240,000	240,000	240,000
Family Investment Program/JOBS	40,461,923	42,608,263	42,401,768	42,101,768
Connors Training	42,623	42,623	42,623	42,623
Health Insurance Premium Payment	634,162	654,568	654,568	654,568
Volunteers	109,568	109,568	109,568	109,568
Child Care Assistance	15,800,752	21,801,198	39,530,988	40,430,988
State Supplementary Assistance	19,810,335	18,710,335	17,210,335	17,210,335
Medical Contracts	14,711,985	14,417,985	15,217,985	15,217,985
MH/DD Growth Factor	28,507,362	38,888,041	43,227,141	46,480,140
MH/DD Community Services	17,757,890	18,017,890	18,017,890	18,017,890
Family Support Subsidy	1,936,434	1,936,434	2,336,434	1,936,434
MI/MR/DD State Cases	10,864,619	12,286,619	13,067,178	13,067,178
Child and Family Services	75,200,000	80,945,373	85,240,830	84,397,510
Adoption Subsidy	32,250,000	31,446,063	34,644,596	31,972,681
Health Care Transformation	35,289,068	0	0	0
Total Human Services, Department of Appropriations	1,149,631,689	1,203,939,165	1,365,752,672	1,306,737,735
Veterans Affairs, Department of				
War Orphans Educational Assistance	0	27,000	27,000	27,000
Iowa Veterans Home	15,446,049	15,030,248	15,030,248	15,030,248
General Administration	332,114	532,651	910,790	813,457
Injured Veterans Grant Program	1,000,000	0	1,000,000	0

General Fund Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Veterans Home Ownership Assistance Program	2,000,000	0	0	0
Veterans Trust Fund Appropriation	0	4,500,000	5,000,000	4,500,000
Veterans County Grants	0	1,000,000	1,000,000	1,000,000
Total Veterans Affairs, Department of Appropriations	18,778,163	21,089,899	22,968,038	21,370,705
Justice System				
Attorney General				
Victim Assistance Grants	5,000	5,000	1,000,000	5,000
Farm Mediation Services	0	100,000	100,000	100,000
General Office A.G.	8,329,413	8,617,205	9,082,205	8,667,205
Legal Services Poverty Grants	900,000	900,000	1,550,000	900,000
Consumer Advocate	3,015,887	2,985,115	2,985,115	2,985,115
Total Attorney General Appropriations	12,250,300	12,607,320	14,717,320	12,657,320
Civil Rights Commission				
Civil Rights Commission	985,753	1,165,322	1,262,647	1,262,647
Total Civil Rights Commission Appropriations	985,753	1,165,322	1,262,647	1,262,647
Corrections, Department of				
CBC District I	11,043,105	11,634,090	12,557,463	12,012,728
CBC District II	8,741,865	9,272,266	10,015,209	9,526,073
CBC District III	5,111,348	5,503,671	6,023,443	5,664,144
CBC District IV	4,677,523	4,954,395	5,282,729	5,054,664
CBC District V	14,922,909	16,669,970	18,089,775	17,115,974
CBC District VI	10,935,021	11,463,071	12,161,603	11,694,788
CBC District VII	6,148,378	6,516,029	7,022,521	6,713,412
CBC District VIII	6,209,818	6,554,177	7,182,039	6,794,585
Corrections Administration	3,564,637	4,133,699	4,773,071	4,955,626
County Confinement	799,954	799,954	1,199,954	1,199,954
Federal Prisoners/ Contractual	241,293	241,293	241,293	241,293
State Cases Court Costs	0	66,370	66,370	66,370
Transitional Housing - Community Based	0	20,000	20,000	20,000
Hepatitis Treatment and Education	0	188,000	188,000	188,000
Iowa Corrections Offender Network	427,700	427,700	927,700	427,700
Corrections Education	1,058,358	1,070,358	2,570,358	1,070,358
Mental Health/Substance Abuse - DOC wide	25,000	25,000	25,000	25,000
Ft. Madison Institution	42,046,828	43,704,446	42,776,647	43,191,909
Anamosa Institution	28,463,655	29,758,164	29,509,868	29,558,356
Oakdale Institution	26,361,205	29,951,547	54,637,780	54,703,304
Newton Institution	26,045,390	26,962,398	26,335,999	26,264,334
Mt. Pleasant Inst.	24,583,809	25,765,128	25,285,342	25,208,526
Rockwell City Institution	8,475,178	8,820,356	8,806,777	8,706,242
Clarinda Institution	24,105,790	25,087,076	24,017,145	24,062,229
Mitchellville Institution	14,545,770	15,449,597	15,258,323	15,294,520
Ft. Dodge Institution	27,643,927	28,559,289	28,216,971	28,322,064

General Fund Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Total Corrections, Department of Appropriations	296,178,461	313,598,044	343,191,380	338,082,153
Judicial Branch				
Judicial Retirement	2,039,664	2,039,664	6,710,932	6,710,932
Judicial Branch	123,237,410	123,237,410	127,035,426	127,035,426
Youth Enrichment Pilot Project	100,000	50,000	0	0
Total Judicial Branch Appropriations	125,377,074	125,327,074	133,746,358	133,746,358
Law Enforcement Academy				
Iowa Law Enforcement Academy	1,134,189	1,225,985	1,285,985	1,218,985
Total Law Enforcement Academy Appropriations	1,134,189	1,225,985	1,285,985	1,218,985
Parole, Board of				
Parole Board	1,151,678	1,177,849	1,177,849	1,177,849
Total Parole, Board of Appropriations	1,151,678	1,177,849	1,177,849	1,177,849
Public Defense, Department of				
Compensation and Expense	1,207,541	421,639	421,639	421,639
Public Defense, Department of	5,315,459	5,929,167	6,211,459	6,003,767
Civil Air Patrol	100,000	100,000	100,000	100,000
Homeland Security & Emergency Mgmt. Division	1,253,414	1,601,033	1,601,033	2,201,033
Total Public Defense, Department of Appropriations	7,876,414	8,051,839	8,334,131	8,726,439
Public Safety, Department of				
Public Safety Undercover Funds	123,343	123,343	123,343	123,343
DPS/SPOC Sick Leave Payout	316,179	316,179	316,179	316,179
Narcotics Enforcement	4,896,396	5,550,724	5,761,716	5,963,415
Fire Service	675,820	704,110	704,110	704,110
Public Safety Administration	3,591,874	3,806,840	4,694,900	4,097,900
Public Safety DCI	16,261,477	19,003,941	20,480,642	20,512,962
DPS Fire Marshal	2,321,122	2,667,566	3,197,179	3,057,454
Iowa State Patrol	43,735,918	45,956,927	48,372,565	47,976,059
Fire Fighter Training	699,587	699,587	699,587	699,587
DCI - Crime Lab Equipment/ Training	342,000	342,000	342,000	342,000
Capital Building Security - General Fund	775,000	775,000	0	0
Total Public Safety, Department of Appropriations	73,738,716	79,946,217	84,692,221	83,793,009
Total General Fund Appropriations	5,031,953,618	5,295,512,411	5,827,844,764	5,754,423,199

Major Fund Appropriation Report

Fund				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Senior Living Trust Fund				
Iowa Finance Authority				
SLT-Rent Subsidy Program	700,000	700,000	700,000	700,000
SLT-Home and Community Based Services	0	0	2,000,000	0
Elder Affairs, Department of				
Senior Living Trust	8,296,730	8,324,044	9,195,297	8,324,044
Human Services, Department of				
SLT Medical Supplemental	69,000,490	65,000,000	65,000,000	65,000,000
LTC Provider Rate/Meth Changes	29,950,000	0	0	0
SLT Medical Supplemental, Alternative Service, Adm	1,033,406	0	111,140	0
Inspections & Appeals, Department of				
DIA-Asst Living/Adult Day Care	758,474	790,751	901,704	790,751
Total Senior Living Trust Fund	109,739,100	74,814,795	77,908,141	74,814,795
Rebuild Iowa Infrastructure Fund				
Administrative Services, Department of				
Pooled Technology 0017	3,802,000	0	0	0
Enterprise Resource Planning-I/3	0	0	0	1,500,000
Economic Development, Department of				
FY08 Targeted Industries Infrastructure (RIIF)	0	0	10,555,000	10,555,000
Community & Tourism Grant Appropriation	5,000,000	5,000,000	5,000,000	5,000,000
Federal Enterprise Zone Matching Funds.	500,000	0	0	0
Ferry Boat Study	60,000	0	0	0
Iowa Finance Authority				
IFA water quality grants (RIIF)	0	0	4,000,000	4,000,000
Transitional Housing-RIIF	1,400,000	1,400,000	0	0
State Housing Trust Fund (RIIF)	0	0	2,000,000	0
Education, Department of				
ICN Part III Leases & Maintenance Network	2,727,000	0	0	0
Iowa Learning Technologies	500,000	0	0	0
Public Health, Department of				
Regional Environmental Public Health & Emer. Mgmt.	0	100,000	0	0
Law Enforcement Academy				
ILEA - RIIF Funds	0	0	320,000	0

Major Fund Appropriation Report (Continued)

Fund				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Management, Department of				
Environment First Fund Appropriation	35,000,000	35,000,000	35,000,000	35,000,000
Vertical Infrastructure Fund	15,000,000	15,000,000	50,000,000	50,000,000
Public Safety, Department of				
DPS-Local Fire Revolving Prog	500,000	0	0	0
Regents, Board of				
Tuition Replacement - RIIF	0	10,329,981	0	0
Biosciences (RIIF)	0	8,200,000	0	0
Revenue, Department of				
SAVE Appropriation	10,000,000	10,000,000	10,000,000	10,000,000
Transportation, Department of				
Public Transit Assistance	0	0	2,200,000	2,200,000
Commercial Air Service Airports	0	0	1,500,000	1,500,000
General Aviation Airports	750,000	0	750,000	750,000
Aviation Improvements	564,792	564,000	0	0
Recreational Trails	1,000,000	0	2,000,000	2,000,000
Rail Assistance Program	35,959	235,000	2,000,000	2,000,000
Treasurer of State				
Prison Infrastructure Bonds-RIIF	0	5,416,604	5,416,604	0
County Fair Improvements	0	1,060,000	1,060,000	1,060,000
Corrections Capital				
DOC Prison Systems Study	0	500,000	0	0
ISP Electrical Lease	333,168	333,168	333,168	0
DOC-Davenport CBC Facility	3,750,000	0	0	0
Fort Dodge CBC Residential Facility - RIIF	50,000	0	2,450,000	2,450,000
DOC Capitals Request	0	0	15,182,680	6,495,000
DOC Major Maintenance Request	0	0	38,868,773	0
DOC/Parole Board - Jesse Parker Bldg Rent - RIIF	105,300	0	0	0
Anamosa Dietary - RIIF	940,000	0	0	0
Training Center/CBC VII Rent	122,000	0	0	0
DOC Prison Infrastructure Construction Planning-F	0	0	0	500,000
Cultural Affairs Capital				
Great Places Capitals	0	0	3,000,000	3,000,000
Battle Flags	220,000	220,000	220,000	220,000
Historic Preservation	0	800,000	800,000	800,000
American Gothic Visitors Center	0	250,000	0	0
Iowa Veteran's Oral Histories	0	1,000,000	0	0
Records Center Rent - FY08 RIIF Request	0	0	185,768	0
Historical Exhibits	0	0	300,000	0

Major Fund Appropriation Report (Continued)

Fund				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Sites Maintenance	0	0	250,000	0
Economic Development Capitals				
Port Authority - IDED	0	80,000	0	0
State Fair Authority Capital				
State Fair Capitals FY 06	750,000	0	0	0
Agricultural Exhibition Center	0	0	0	3,000,000
Administrative Services - Capitals				
Complex Utility Tunnel	0	0	5,309,200	5,309,200
Capitol Complex Property Acquisition & Related Ser	0	0	1,000,000	1,000,000
Repairs to Parking Lots and Sidewalks	0	0	1,650,000	1,650,000
West Capitol Terrace Restoration/ Removal Parking L	0	0	1,600,000	1,600,000
Replace Court Ave Bridge	0	0	900,000	0
East Parking Lot Restoration	0	0	340,000	0
Capitol Interior/Exterior	0	0	6,300,000	6,300,000
Wallace Building	625,000	0	0	0
Capitol Complex Electrical Distribution System Upg	1,843,878	0	4,260,960	4,260,960
GSE-Records Center Remodel	4,700,000	0	0	0
DHS-CCUSO Renovation	1,400,000	0	0	0
DHS - IJH Powerhouse	1,161,045	0	7,035,000	7,035,000
New State Building	0	0	16,100,000	16,100,000
Terrace Hill Maintenance	571,000	75,000	50,000	0
Planning for the Renovation of Grimes State Office	0	0	750,000	0
Renovation of 1000 E. Grand for Asbestos Abatement	0	0	1,000,000	4,000,000
DHS Iowa Juvenile School Home New Education & Infi	0	0	3,100,000	3,100,000
Workers' Monument	0	0	0	200,000
DGS-Leases/Assistance	0	1,824,500	0	0
DGS-Routine Maintenance	0	2,536,500	0	0
Vehicle Dispatch Fleet Relocation	0	0	350,000	350,000
Statewide Demolition Funding	0	0	1,000,000	0
Capitol Complex Alternative Energy Systems	0	0	250,000	450,000
Central Energy Plant & Facilities Mgmt Additions &	0	0	998,000	998,000
DGS-Leases/Assistance	1,824,000	0	1,824,500	1,824,500
Hoover Building HVAC Improvements	0	0	1,320,000	1,320,000
Capitol Complex New Parking Structure Planning	0	0	150,000	0
DGS-Routine Maintenance	0	0	20,000,000	5,000,000
DGS-Routine Maintenance	2,000,000	0	0	0
Statewide Major Maintenance	291,891	0	0	0

Major Fund Appropriation Report (Continued)

Fund				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Human Services Capital				
Health/Safety/Loss	0	0	2,989,500	0
Maintenance	0	0	260,000	0
Major Projects	0	0	2,000,000	750,000
Residential Treatment Center Facility	250,000	300,000	0	0
Natural Resources Capital				
Lake Corneilla	429,000	0	0	0
Waubonsie State Park	1,500,000	0	0	0
Fort Atkinson Restoration	500,000	0	0	0
Mid-America Port Commission	80,000	0	0	0
IA's Special Areas	0	1,500,000	1,500,000	0
State Parks Infrastructure Renovations	0	0	1,000,000	1,000,000
DNR Lakes Restoration & Water Quality	0	0	8,600,000	8,600,000
DESTINATION PARK-DNR	3,000,000	0	0	0
Lake Darling State Park Shelter	0	250,000	0	0
Public Defense Capital				
Ottumwa Armory Addition/Alteration	0	0	1,000,000	1,000,000
Camp Dodge Armed Forces Readiness Center Addition/	0	100,000	50,000	50,000
STARCOMM (RIIF)	0	1,000,000	2,000,000	2,000,000
Newton Readiness Center Addition/ Alteration	0	0	400,000	400,000
Eagle Grove Readiness Center Addition/Alteration	0	0	400,000	400,000
Law Enforcement/National Guard Shoot House	0	0	500,000	500,000
Facility/Armory Maintenance (RIIF)	0	0	1,500,000	1,500,000
Camp Dodge Water Project - Phase 3 (RIIF)	0	0	400,000	400,000
Iowa City Readiness Center - Phase 4 (RIIF)	0	0	1,200,000	1,200,000
Waterloo Aviation Readiness Center - Phase 2 (RIIF)	0	0	1,500,000	1,500,000
Public Safety Capital				
DPS-AFIS Lease Purchase	550,000	0	0	0
DPS-Fire Service Training Bureau - Training Center	800,000	2,300,000	0	0
DPS Mason City Post 8	0	0	0	2,400,000
Law Enforcement Training Track at Newton	0	800,000	0	0
Regents Capital				
UNI - Sabin Hall Renovation	0	0	11,800,000	0
SUI - Old Music Building Renovation	0	0	4,200,000	0

Major Fund Appropriation Report (Continued)

Fund				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
SUI - Pentacrest Renewal and HVAC Modernization	0	0	13,000,000	0
Regents Tuition Replacement	0	0	0	10,329,981
Regents - Iowa Center for Regenerative Medicine	0	0	0	10,000,000
UNI Playground Safety	500,000	500,000	0	0
Gilchrist Hall Repair and Restoration	2,000,000	0	0	0
School of the Deaf/IBSSS Maintenance	500,000	0	0	0
Fire Safety and Deferred Maint All Institut - RIIF	6,250,000	0	25,000,000	0
FY 07 Biosciences Vertical Infrastructure (RIIF)	0	1,800,000	0	0
SUI Hygienic Laboratory	0	8,350,000	15,650,000	15,650,000
ISU Veterinary Laboratory	0	2,000,000	0	0
Major Renovation/Repair, Health, Life, Safety, ADA	0	6,200,000	0	0
Endowments and Salaries	0	5,000,000	0	0
Novel Proteins Facility Construction/ Equipment	0	1,000,000	0	0
SUI College of Public Health Academic Building	0	0	18,700,000	9,100,000
ISU Chemistry Facilities	0	0	53,900,000	2,192,000
UNI Electrical Distribution Loop System	0	0	5,800,000	625,000
Education Capital				
Community College Infrastructure	2,000,000	0	2,000,000	2,000,000
Enrich Iowa	900,000	1,200,000	1,000,000	1,000,000
DTV Conversion	8,000,000	0	0	0
IPTV Capitals	2,000,000	0	2,275,000	1,275,000
Veterans Affairs Capitals				
Veterans Affairs Capitals Request	0	0	2,000,000	0
Veterans Affairs Major Maintenance	0	0	150,086	0
Total Rebuild Iowa Infrastructure Fund	126,786,033	132,224,753	449,454,239	276,399,641
Vertical Infrastructure Fund				
Economic Development, Department of				
VIF- ACE Infrastructure	4,000,000	0	0	0
Treasurer of State				
County Fairs Improvements	1,060,000	0	0	0
Cultural Affairs Capital				
Historic Preservation	500,000	0	0	0
Administrative Services - Capitals				
VIF - Major Maintenance	5,623,200	10,000,000	40,000,000	40,000,000

Major Fund Appropriation Report (Continued)

Fund				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Public Defense Capital				
DPD-Fort Dodge Readiness Center VIFund	608,000	0	0	0
DPD-Facility Maintenance. VIFund.	1,269,000	0	0	0
DPD-Camp Dodge Water Treatment VIFund.	1,939,800	0	0	0
Regents Capital				
Fire Safety and Deferred Maintenance	0	0	0	10,000,000
FY 07 Biosciences Vertical Infrastructure	0	5,000,000	0	0
Total Vertical Infrastructure Fund	15,000,000	15,000,000	40,000,000	50,000,000
Primary Road Fund				
Management, Department of				
Primary Road Salary Adjustment	9,233,486	9,593,363	0	0
Transportation, Department of				
Garage Fuel & Waste Management	800,000	800,000	800,000	800,000
Field Facility Deferred Maint.	351,500	351,500	351,500	351,500
Transportation Maps	275,000	235,000	242,000	242,000
PRF-Operations	34,081,559	35,016,403	38,311,652	38,311,652
PRF-Administrative Services	3,473,167	3,400,067	0	0
PRF-Planning & Program	8,978,251	9,227,088	8,920,908	8,920,908
PRF-Maintenance	194,812,346	206,354,880	209,436,880	209,436,880
PRF-Motor Vehicle	1,283,891	1,393,456	1,384,000	1,384,000
PRF-DOT Unemployment	328,000	328,000	328,000	328,000
PRF-DOT Workers' Compensation	2,738,000	3,011,520	2,592,000	2,592,000
Indirect Cost Recoveries	748,000	748,000	748,000	748,000
PRF-Inventory & Equipment Replacement	0	2,250,000	2,250,000	2,250,000
PRF - DAS	863,497	860,000	888,000	888,000
Auditor Reimbursement	338,840	346,580	364,000	376,212
Biodiesel Fuel	1	0	0	0
Transportation Capitals				
DOT Capitals - Garage Roofing Projects	150,000	100,000	100,000	100,000
Clarinda Garage FY 08	0	0	2,300,000	2,300,000
DOT Capitals - Utility Improvements	150,000	400,000	400,000	400,000
DOT Capitals - Fairfield Garage	0	2,500,000	0	0
DOT Capitals - Heating, Cooling, Exhaust System Im	250,000	100,000	100,000	100,000
DOT Capitals - ADA Improvements	0	200,000	200,000	200,000
DOT Capitals - Ames Complex Pave S. Parking Lot	0	200,000	0	0
DOT Capitals - Ames Complex Elevator Upgrade	0	100,000	100,000	100,000
Total Primary Road Fund	258,855,538	277,515,857	269,816,940	269,829,152

Major Fund Appropriation Report (Continued)

Fund				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Tax-Exempt Bonds Proceeds Rest				
Iowa Telecommunications & Technology Commission				
ICN Equipment Replacement	1,704,719	0	0	0
Regents, Board of				
Tuition Replacement - Tobacco	10,329,981	0	0	0
Transportation, Department of				
Commercial Air Service Airports	1,500,000	0	0	0
Treasurer of State				
Prison Infrastructure Bonds	5,422,390	0	0	0
Corrections Capital				
Oakdale One-times FY 06 (0198-RC1)	3,376,519	0	0	0
Fort Dodge CBC Residential Facility FY 06 (0198-RC	1,400,000	0	0	0
Oakdale 170 Bed	11,700,000	0	0	0
Anamosa Kitchen - 0198 Tobacco	2,440,000	0	0	0
Economic Development Capitals				
Novel Protein Facility	(3,268,696)	0	0	0
Tobacco DED ACE Infrastructure	1,500,000	0	0	0
Administrative Services - Capitals				
DGS-Cap.Inter.Rest 03	4,500,000	0	0	0
DGS-Major Renovation	3,000,000	0	0	0
DHS-CCUSO Rest Cap	650,000	0	0	0
Capitol Complex Electrical Distribution System Upg	3,468,801	0	0	0
Records and Property Ctr Remodeling FY06	2,200,000	0	0	0
West Capitol Terrace Restoration FY06	2,300,000	0	0	0
Parking Lot Repairs on Capitol Complex FY06	1,545,000	0	0	0
Human Services Capital				
Family Resource Center Facility	250,000	0	0	0
Natural Resources Capital				
DNR-Destination Park	(3,000,000)	0	0	0
DNR-Lewis & Clark Rural Water	2,500,000	0	0	0
State Park Infrastructure Renovations	1,000,000	0	0	0
Public Defense Capital				
Armory Maintenance (RestrCap1)	1,500,000	0	0	0

Major Fund Appropriation Report (Continued)

Fund				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Waterloo Aviation Readiness Center Addition/Alte	399,000	0	0	0
Camp Dodge Water Treatment Facility Upgrade (Restr	750,000	0	0	0
Public Safety Capital				
DPS - ISP Mason City Post - 0198 - RC1	2,400,000	0	0	0
Dubuque Regional Emergency Responder Training Faci	100,000	0	0	0
Total Tax-Exempt Bonds Proceeds Rest	59,667,714	0	0	0
Fish And Wildlife Trust Fund				
Natural Resources, Department of				
F&G-DNR Admin Expenses	32,677,525	35,371,314	36,371,314	36,371,314
Natural Resources Capital				
F&G-Capitals	8,500,000	0	0	0
Total Fish And Wildlife Trust Fund	41,177,525	35,371,314	36,371,314	36,371,314
Endowment for Iowa's Health Fund				
Human Services, Department of				
Senior Living Trust - Endowment for Iowa Health	0	25,000,000	0	0
Treasurer of State				
Healthy Iowans Tobacco Trust	58,374,996	59,250,621	59,250,621	60,139,379
Watershed Protection-Water Quality	0	5,000,000	5,000,000	5,000,000
Natural Resources Capital				
DNR Lakes Restoration & Water Quality	0	8,600,000	0	0
Total Endowment for Iowa's Health Fund	58,374,996	97,850,621	64,250,621	65,139,379
Healthy Iowans Tobacco Trust				
Blind, Iowa Commission for the				
Audio Information Service for Blind- TOB	130,000	130,000	0	0
Corrections, Department of				
CBC District I - Tobacco	100,000	228,216	228,216	228,216
CBC District II - Tobacco	396,217	406,217	406,217	406,217
CBC District III - Tobacco	200,359	200,359	200,359	200,359
CBC District IV - Tobacco	291,731	291,731	291,731	291,731
CBC District V - Tobacco	355,693	355,693	355,693	355,693
CBC District VI - Tobacco	100,000	164,741	164,741	164,741
CBC District VII - Tobacco	100,000	232,232	232,232	232,232
CBC District VIII - Tobacco	100,000	300,000	300,000	300,000
Ft. Madison SNU - Tobacco	1,187,285	1,497,285	1,497,285	1,497,285
Newton Value Based Treatment	310,000	310,000	0	0

Major Fund Appropriation Report (Continued)

Fund				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Economic Development, Department of				
ICVS-Promise (HITT)	0	125,000	125,000	125,000
Education, Department of				
Empowerment	2,153,250	2,153,250	2,153,250	2,153,250
Before/After School Grants	0	150,000	150,000	150,000
Public Health, Department of				
Healthy Children and Families (Tob)	0	0	315,000	0
Health Promotion and Chronic Disease Mgmt (Tob)	0	0	315,000	0
Health Protection and Regulation (Tob)	0	0	197,398	0
SA/Tobacco Prevention for Kids	400,000	0	0	0
Substance Abuse Prevention for Kids	200,000	1,050,000	1,050,000	1,050,000
PKU Assistance (Tobacco Fund)	60,000	100,000	100,000	100,000
Smoking Cessation Products	75,000	75,000	75,000	75,000
Automatic External Defibrillator Grant	250,000	350,000	350,000	350,000
Iowa Stillbirth Evaluation Project	26,000	26,000	26,000	26,000
State Capitol Complex Defibrillation	100,000	0	0	0
AIDS Drug Assistance Program (ADAP)	275,000	275,000	275,000	275,000
Sub. Abuse Prevention/Mentoring	200,000	0	0	0
Substance Abuse Treatment (Tobacco Fund)	11,800,000	13,800,000	13,800,000	13,800,000
Healthy Iowans 2010 (Tobacco Fund)	2,509,960	2,509,960	3,271,210	2,509,960
Tobacco Use Prevention/Control	5,011,565	5,928,465	8,884,215	5,928,465
Human Services, Department of				
HITT-Child and Family Services	4,257,623	4,257,623	3,761,677	3,761,677
General Administration-HITT	274,000	274,000	274,000	274,000
HITT-Medical Assistance Combined	35,013,803	35,013,803	35,327,368	35,327,368
POS Provider Increase	146,750	146,750	146,750	146,750
CHIP Expansion to 200% of FPL	200,000	200,000	200,000	200,000
Other Service Providers Inc.	0	0	182,381	182,381
Management, Department of				
FY 04 State Appeal Board Claims	7,375	0	0	0
Total Healthy Iowans Tobacco Trust	66,231,611	70,551,325	74,655,723	70,111,325
Environment First Fund				
Agriculture and Land Stewardship				
Southern Iowa Conservation Authority	300,000	300,000	300,000	300,000
Agricultural Drainage Wells	500,000	500,000	2,500,000	500,000
Watershed Protection Fund	2,700,000	2,700,000	5,400,000	2,700,000

Major Fund Appropriation Report (Continued)

Fund				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Farm Management Demonstration	850,000	850,000	1,600,000	850,000
Cost Share	5,500,000	5,500,000	10,000,000	7,850,000
Conservation Reserve Program	2,000,000	2,000,000	2,000,000	2,000,000
Conservation Reserve Enhance	1,500,000	1,500,000	1,500,000	1,500,000
Loess Hills Dev/Cons Auth FY02	600,000	600,000	600,000	600,000
Economic Development, Department of				
Env DED Brownfields	500,000	500,000	500,000	500,000
Natural Resources Capital				
GIS Information for Watershed	195,000	195,000	195,000	195,000
Water Quality Monitoring	2,955,000	2,955,000	2,955,000	2,955,000
Volunteers and Keepers of Land	100,000	100,000	100,000	100,000
Air Quality Monitoring	0	275,000	275,000	325,000
Water Quality Protection	500,000	500,000	500,000	500,000
Lake Dredging	1,500,000	975,000	975,000	975,000
Marine Fuel Tax Projects	2,300,000	2,500,000	2,500,000	0
REAP	11,000,000	11,000,000	11,000,000	11,000,000
Park Operations & Maintenance	2,000,000	2,000,000	2,000,000	2,000,000
Tire Reclamation	0	50,000	0	0
Total Environment First Fund	35,000,000	35,000,000	44,900,000	34,850,000
Property Tax Credit Fund				
Revenue, Department of				
Homestead Property Tax Credit - PTCF	102,945,379	102,945,379	102,945,379	102,658,781
Agricultural Land and Family Farm Tax Credits - PT	34,610,183	34,610,183	34,610,183	34,610,183
Military Service Tax Credit - PTCF	2,568,402	2,773,402	2,773,402	2,800,000
Elderly and Disabled Tax Credit and Reimbursement	19,540,000	19,540,000	19,540,000	19,800,000
Total Property Tax Credit Fund	159,663,964	159,868,964	159,868,964	159,868,964
Road Use Tax Fund				
Management, Department of				
Road Use Tax Salary Adjustment	1,635,317	1,416,695	0	0
DOM Road Use Tax Fund Appropriation	56,000	56,000	56,000	56,000
Transportation, Department of				
Personal Delivery of Services DOT	225,000	225,000	225,000	225,000
County Treasurer Equipment Standing	650,000	650,000	650,000	650,000
RUTF-Operations	5,548,160	5,667,786	6,237,000	6,237,000
RUTF-Administrative Services	560,122	548,222	0	0
RUTF-Planning & Programs	470,476	484,994	470,000	470,000
RUTF-Motor Vehicle	32,040,203	33,205,657	33,347,113	33,347,113
RUTF-Unemployment Compensation	17,000	17,000	17,000	17,000
RUTF-Workers' Compensation	114,000	125,480	108,000	108,000
Drivers' Licenses	2,820,000	2,820,000	3,047,000	3,047,000

Major Fund Appropriation Report (Continued)

Fund				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Mississippi River Parkway Comm	40,000	40,000	40,000	40,000
Indirect Cost Recoveries	102,000	102,000	102,000	102,000
Auditor Reimbursement	55,160	56,420	59,000	60,988
County Treasurers Support	1,268,000	2,064,000	1,832,000	1,832,000
RUTF - DAS	140,616	140,000	145,000	145,000
I-35 Corridor Coalition	50,000	50,000	50,000	50,000
Road/Weather Conditions Info	100,000	100,000	100,000	100,000
DOT - IRP/IFTA	0	1,000,000	1,000,000	1,000,000
DOT - Reporting Database	0	500,000	0	0
Treasurer of State				
Funds for I3 Expenses - Road Use Tax	0	93,148	93,148	93,148
Transportation Capitals				
Scale & Inspection Sites FY 01	2,133	0	0	0
Scale Maintenance FY 08	0	0	100,000	100,000
Motor Vehicle Division Building	9,350,000	0	0	0
Total Road Use Tax Fund	55,244,187	49,362,402	47,678,261	47,680,249
Endowment for Iowa's Health Restricted Capitals Fu				
Transportation, Department of				
Commercial Air Service Airports - FY 2007	0	1,500,000	0	0
General Aviation Airports - FY 2007	0	750,000	0	0
Recreational Trails - FY 2007	0	2,000,000	0	0
Public Transit Infrastructure Fund - FY 2007	0	2,200,000	0	0
Corrections Capital				
CBC 6 - Cedar Rapids Mental Health Facility	0	1,000,000	0	0
DOC Davenport CBC Facility - RC2	0	3,750,000	0	0
DOC Fort Dodge CBC Facility - RC2	0	1,000,000	0	0
DOC Anamosa Dietary Renovation - RC2	0	0	0	1,400,000
Cultural Affairs Capital				
Great Places Capitals	0	3,000,000	0	0
Economic Development Capitals				
DED ACE Infrastr (RestrCap2)	0	5,500,000	0	0
State Fair Authority Capital				
State Fair Capitals FY 07	0	1,000,000	0	0
Administrative Services - Capitals				
Capitol Interior	0	6,830,000	0	0
DHS - Toledo Renovation	0	1,521,045	0	0

Major Fund Appropriation Report (Continued)

Fund				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Woodward Resource Center Wastewater Treatment Plan	0	2,443,000	0	0
Design Construc New State Office Bldg FY07	0	37,585,000	0	0
DHS TOLEDO EDUC INFIRMARY BLDG FY07	0	5,030,668	0	0
Purchase Land FY07	0	500,000	0	0
Public Defense Capital				
DPD-Iowa City Readiness Center (RestrCap2)	0	1,444,288	0	0
Waterloo Aviation Readiness Center/Addition/Alter	0	1,236,000	0	0
Spencer Armory Addition/Alteration (RestrCap2)	0	689,000	0	0
STARCOMM (RestrCap2)	0	600,000	0	0
Public Safety Capital				
DPS Fire Service Training Bureau/ Training Cntr (Fd	0	2,000,000	0	0
Regents Capital				
Major Renovation & Repair, Health, Life, Fire Safe	0	10,000,000	0	0
Education Capital				
Community College Infrastructure	0	2,000,000	0	0
Veterans Affairs Capitals				
Veterans Affairs Capitals-Restricted Fund	0	6,200,000	0	0
Blind Capitals, Department for the				
Blind Building Renovation FY07	0	4,000,000	0	0
Total Endowment for Iowa's Health Restricted Capitals Fu	0	103,779,001	0	1,400,000
Total Major Fund Appropriation	985,740,668	1,051,339,032	1,264,904,203	1,086,464,819

All Other Funds Appropriation by Function

Function				
Appropriation Type	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Administration and Regulation				
Regular	262,566,508	260,912,283	250,131,013	252,408,818
Capital	57,764,719	66,158,270	104,089,369	96,008,466
Total Administration and Regulation	320,331,227	327,070,553	354,220,382	348,417,284
Agriculture and Natural Resources				
Regular	38,238,873	40,382,662	41,382,662	41,382,662
Capital	13,950,000	13,950,000	23,900,000	16,300,000

All Other Funds Appropriation by Function (Continued)

Function	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Appropriation Type				
Total Agriculture and Natural Resources	52,188,873	54,332,662	65,282,662	57,682,662
Economic Development				
Regular	21,387,655	19,471,000	19,471,000	20,571,000
Standing Limited	52,100,000	54,225,000	56,825,000	52,825,000
Capital	0	0	10,555,000	10,555,000
Total Economic Development	73,487,655	73,696,000	86,851,000	83,951,000
Education				
Regular	15,840,231	40,644,834	32,314,834	32,314,834
Capital	0	10,329,981	0	600,000
Total Education	15,840,231	50,974,815	32,314,834	32,914,834
Human Services				
Regular	289,132,672	249,217,579	250,582,383	231,771,008
Total Human Services	289,132,672	249,217,579	250,582,383	231,771,008
Justice System				
Regular	3,691,285	4,611,474	4,646,474	4,176,474
Total Justice System	3,691,285	4,611,474	4,646,474	4,176,474
Transportation				
Regular	291,597,789	310,444,053	312,371,053	312,385,253
Standing Limited	875,000	875,000	875,000	875,000
Capital	4,650,751	8,049,000	10,850,000	10,850,000
Total Transportation	297,123,540	319,368,053	324,096,053	324,110,253
Capital				
Regular	27,208,823	20,191,000	30,703,268	13,017,500
Capital	112,615,216	174,573,503	358,867,559	220,257,333
Total Capital	139,824,039	194,764,503	389,570,827	233,274,833
Total All Other Funds Appropriation	1,191,619,522	1,274,035,639	1,507,564,615	1,316,298,348

All Other Funds Appropriation Detail by Function

Function	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Special Department				
Appropriation				
Administration and Regulation				
Administrative Services, Department of				
Pooled Technology 0017	3,802,000	0	0	0
Enterprise Resource Planning-I/3	0	0	0	1,500,000
Total Administrative Services, Department of Appropriations	3,802,000	0	0	1,500,000
Iowa Ethics & Campaign Disclosure Board				
Electronic Filing	0	39,100	0	0
Total Iowa Ethics & Campaign Disclosure Board Appropriations	0	39,100	0	0

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Commerce, Department of				
Real Estate Trust Account Audit	62,317	62,317	62,317	62,317
Total Commerce, Department of Appropriations	62,317	62,317	62,317	62,317
Iowa Telecommunications & Technology Commission				
ICN Equipment Replacement	1,704,719	0	0	0
ICN Equipment Replacement - TRF	0	1,997,500	2,067,000	2,067,000
Generator Replacement	0	0	2,174,992	0
Total Iowa Telecommunications & Technology Commission Appropriations	1,704,719	1,997,500	4,241,992	2,067,000
Human Rights, Department of				
Infrastructure for Integrating Justice Data Systems	0	2,645,066	3,370,773	2,881,466
Total Human Rights, Department of Appropriations	0	2,645,066	3,370,773	2,881,466
Inspections & Appeals, Department of				
DIA-Asst Living/Adult Day Care	758,474	790,751	901,704	790,751
DIA - Use Tax	1,482,436	1,543,342	1,543,342	1,543,342
Total Inspections & Appeals, Department of Appropriations	2,240,910	2,334,093	2,445,046	2,334,093
Management, Department of				
Primary Road Salary Adjustment	9,233,486	9,593,363	0	0
DOM Road Use Tax Fund Appropriation	56,000	56,000	56,000	56,000
Environment First Fund Appropriation	35,000,000	35,000,000	35,000,000	35,000,000
Road Use Tax Salary Adjustment	1,635,317	1,416,695	0	0
Vertical Infrastructure Fund	15,000,000	15,000,000	50,000,000	50,000,000
FY 04 State Appeal Board Claims	7,375	0	0	0
Total Management, Department of Appropriations	60,932,178	61,066,058	85,056,000	85,056,000
IPERS Administration				
IPERS Administration	10,815,084	16,945,241	17,063,076	17,063,076
Total IPERS Administration Appropriations	10,815,084	16,945,241	17,063,076	17,063,076
Revenue, Department of				
Motor Veh Fuel Tx-Admin Approp	1,252,669	1,291,841	1,291,841	1,291,841
SAVE Appropriation	10,000,000	10,000,000	10,000,000	10,000,000
Homestead Property Tax Credit - PTCF	102,945,379	102,945,379	102,945,379	102,658,781
Agricultural Land and Family Farm Tax Credits - PTCF	34,610,183	34,610,183	34,610,183	34,610,183
Military Service Tax Credit - PTCF	2,568,402	2,773,402	2,773,402	2,800,000
Elderly and Disabled Tax Credit and Reimbursement - PTCF	19,540,000	19,540,000	19,540,000	19,800,000

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Total Revenue, Department of Appropriations	170,916,633	171,160,805	171,160,805	171,160,805
Treasurer of State				
Healthy Iowans Tobacco Trust	58,374,996	59,250,621	59,250,621	60,139,379
Prison Infrastructure Bonds	5,422,390	0	0	0
County Fair Improvements	0	1,060,000	1,060,000	1,060,000
FY 04 State Appeal Board Claims	7,375	0	0	0
County Fairs Improvements	1,060,000	0	0	0
Watershed Improvement	5,000,000	0	0	0
Funds for I3 Expenses - Road Use Tax	0	93,148	93,148	93,148
Watershed Protection-Water Quality	0	5,000,000	5,000,000	5,000,000
Prison Infrastructure Bonds-RIIF	0	5,416,604	5,416,604	0
Total Treasurer of State Appropriations	69,864,761	70,820,373	70,820,373	66,292,527
Agriculture and Natural Resources				
Agriculture and Land Stewardship				
Southern Iowa Conservation Authority	300,000	300,000	300,000	300,000
Agricultural Drainage Wells	500,000	500,000	2,500,000	500,000
Farm Management Demonstration	850,000	850,000	1,600,000	850,000
Watershed Protection Fund	2,700,000	2,700,000	5,400,000	2,700,000
Native Horse and Dog Program	305,516	305,516	305,516	305,516
Cost Share	5,500,000	5,500,000	10,000,000	7,850,000
Conservation Reserve Program	2,000,000	2,000,000	2,000,000	2,000,000
Conservation Reserve Enhance	1,500,000	1,500,000	1,500,000	1,500,000
Open Feedlots Research Project	100,000	50,000	50,000	50,000
Motor Fuel Inspection	0	300,000	300,000	300,000
Loess Hills Dev/Cons Auth FY02	600,000	600,000	600,000	600,000
Total Agriculture and Land Stewardship Appropriations	14,355,516	14,605,516	24,555,516	16,955,516
Natural Resources, Department of				
F&G-DNR Admin Expenses	32,677,525	35,371,314	36,371,314	36,371,314
Boat Registration Fees	1,400,000	0	0	0
UST Administration Match	200,000	200,000	200,000	200,000
GWF-Storage Tanks Study-DNR	100,303	100,303	100,303	100,303
GWF-Household Hazardous Waste- DNR	447,324	447,324	447,324	447,324
GWF-Well Testing Admin 2%-DNR	62,461	62,461	62,461	62,461
GWF-Groundwater Monitoring-DNR	1,686,751	1,686,751	1,686,751	1,686,751
GWF-Landfill Alternatives-DNR	618,993	618,993	618,993	618,993
GWF-Waste Reduction and Assistance	192,500	192,500	192,500	192,500
GWF-Solid Waste Authorization	50,000	50,000	50,000	50,000
GWF-Geographic Information System	297,500	297,500	297,500	297,500
Snowmobile Registration Fees	100,000	100,000	100,000	100,000
NPDES Permit Application Processing	0	600,000	600,000	600,000

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Total Natural Resources, Department of Appropriations	37,833,357	39,727,146	40,727,146	40,727,146
Economic Development				
Economic Development, Department of				
Env DED Brownfields	500,000	500,000	500,000	500,000
Workforce Development Appr	4,000,000	4,000,000	4,000,000	4,000,000
Community & Tourism Grant Appropriation	5,000,000	5,000,000	5,000,000	5,000,000
Federal Enterprise Zone Matching Funds.	500,000	0	0	0
Ferry Boat Study	60,000	0	0	0
DED Programs-GIVF	35,000,000	33,000,000	33,000,000	33,000,000
Regents Institutions-GIVF	5,000,000	5,000,000	5,000,000	5,000,000
State Parks-GIVF	1,000,000	1,000,000	1,000,000	1,000,000
Cultural Trust Fund-GIVF	1,000,000	1,000,000	1,000,000	1,000,000
Workforce Training and Economic development Funds-GIVF	7,000,000	7,000,000	7,000,000	7,000,000
Regional Financial Assistance-GIVF	1,000,000	1,000,000	1,000,000	1,000,000
VIF- ACE Infrastructure	4,000,000	0	0	0
Renewable Fuels Infrastructure (GIVF)	0	2,000,000	2,000,000	2,000,000
Renewable Fuels Infrastructure (UST)	0	3,500,000	3,500,000	3,500,000
ICVS-Promise (HITT)	0	125,000	125,000	125,000
FY08 Targeted Industries Infrastructure (RIIF)	0	0	10,555,000	10,555,000
Total Economic Development, Department of Appropriations	64,060,000	63,125,000	73,680,000	73,680,000
Iowa Finance Authority				
State Housing Trust Fund (RIIF)	0	0	2,000,000	0
SLT-Rent Subsidy Program	700,000	700,000	700,000	700,000
Transitional Housing-RIIF	1,400,000	1,400,000	0	0
SLT-Home and Community Based Services	0	0	2,000,000	0
IFA water quality grants (RIIF)	0	0	4,000,000	4,000,000
IFA water quality grants (FedStim)	0	4,000,000	0	0
Total Iowa Finance Authority Appropriations	2,100,000	6,100,000	8,700,000	4,700,000
Iowa Workforce Development				
ACS-Job Service Administration Fund	6,856,655	0	0	0
P & I Workers' Comp. Division	471,000	471,000	471,000	471,000
IWD Field Offices (UI Reserve Interest)	0	4,000,000	4,000,000	4,000,000
Outcome Tracking System	0	0	0	600,000
Automated worker's compensation appeal processing system.	0	0	0	500,000
Total Iowa Workforce Development Appropriations	7,327,655	4,471,000	4,471,000	5,571,000

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Education				
Blind, Iowa Commission for the				
Audio Information Service for Blind- TOB	130,000	130,000	0	0
Total Blind, Iowa Commission for the Appropriations	130,000	130,000	0	0
Education, Department of				
ICN Part III Leases & Maintenance Network	2,727,000	0	0	0
Empowerment	2,153,250	2,153,250	2,153,250	2,153,250
Iowa Learning Technologies	500,000	0	0	0
Before/After School Grants	0	150,000	150,000	150,000
ICN Part III Leases & Maintenance Network	0	2,727,000	2,727,000	2,727,000
Statewide Education Data Warehouse	0	0	0	600,000
Total Education, Department of Appropriations	5,380,250	5,030,250	5,030,250	5,630,250
Regents, Board of				
BOR UIHC - IowaCares	0	27,284,584	27,284,584	27,284,584
Tuition Replacement - Tobacco	10,329,981	0	0	0
Tuition Replacement - RIIF	0	10,329,981	0	0
Biosciences (RIIF)	0	8,200,000	0	0
Total Regents, Board of Appropriations	10,329,981	45,814,565	27,284,584	27,284,584
Human Services				
Elder Affairs, Department of				
Senior Living Trust	8,296,730	8,324,044	9,195,297	8,324,044
Total Elder Affairs, Department of Appropriations	8,296,730	8,324,044	9,195,297	8,324,044
Public Health, Department of				
Smoking Cessation Products	75,000	75,000	75,000	75,000
Substance Abuse Treatment (Tobacco Fund)	11,800,000	13,800,000	13,800,000	13,800,000
Healthy Iowans 2010 (Tobacco Fund)	2,509,960	2,509,960	3,271,210	2,509,960
Gambling Treatment Program	5,878,702	5,856,571	4,310,000	4,310,000
Substance Abuse Treatment (Gambling Fund)	1,690,000	1,690,000	1,690,000	1,690,000
Tobacco Use Prevention/Control	5,011,565	5,928,465	8,884,215	5,928,465
Sub. Abuse Prevention/Mentoring	200,000	0	0	0
Automatic External Defibrillator Grant	250,000	350,000	350,000	350,000
Iowa Stillbirth Evaluation Project	26,000	26,000	26,000	26,000
AIDS Drug Assistance Program (ADAP)	275,000	275,000	275,000	275,000
State Capitol Complex Defibrillation	100,000	0	0	0
PKU Assistance (Tobacco Fund)	60,000	100,000	100,000	100,000
SA/Tobacco Prevention for Kids	400,000	0	0	0

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Substance Abuse Prevention for Kids	200,000	1,050,000	1,050,000	1,050,000
Health Promotion and Chronic Disease Mgmt (Tob)	0	0	315,000	0
Health Protection and Regulation (Tob)	0	0	197,398	0
Healthy Children and Families (Tob)	0	0	315,000	0
Regional Environmental Public Health & Emer. Mgmt. Fac.	0	100,000	0	0
Total Public Health, Department of Appropriations	28,476,227	31,760,996	34,658,823	30,114,425
Human Services, Department of				
SLT Medical Supplemental	69,000,490	65,000,000	65,000,000	65,000,000
HITT-Medical Assistance Combined	35,013,803	35,013,803	35,327,368	35,327,368
CHIP Expansion to 200% of FPL	200,000	200,000	200,000	200,000
Other Service Providers Inc.	0	0	182,381	182,381
MH Costs for Children under 18	6,600,000	6,600,000	6,600,000	6,600,000
LTC Provider Rate/Meth Changes	29,950,000	0	0	0
POS Provider Increase	146,750	146,750	146,750	146,750
SLT Medical Supplemental, Alternative Service, Adm	1,033,406	0	111,140	0
UI Hospital	37,862,932	0	27,284,584	10,000,000
General Administration-HITT	274,000	274,000	274,000	274,000
Medical Contracts Supplement	0	379,000	379,000	379,000
HITT-Child and Family Services	4,257,623	4,257,623	3,761,677	3,761,677
Broadlawns Hospital	40,000,000	40,000,000	37,000,000	37,000,000
State Hospital-Cherokee	9,098,425	9,098,425	9,098,425	9,098,425
State Hospital-Clarinda	1,977,305	1,977,305	1,977,305	1,977,305
State Hospital-Independence	9,045,894	9,045,894	9,045,894	9,045,894
State Hospital-Mt Pleasant	5,752,587	5,752,587	5,752,587	5,752,587
Medical Examinations-Expansion Population	136,500	556,800	556,800	556,800
Medical Information Hotline	150,000	150,000	150,000	150,000
Insurance Cost Subsidy	150,000	1,500,000	1,500,000	1,500,000
Health Care Premium Implementation	50,000	400,000	400,000	400,000
Electronic Medical Records	100,000	2,000,000	0	0
Health Partnership Activities	550,000	550,000	550,000	550,000
Audits, Performance Evaluations, Studies	100,000	100,000	100,000	100,000
IowaCare Administrative Costs	910,000	930,352	930,352	930,352
Acuity Based ICF-MR Case Mix	0	150,000	0	0
Provider Incentive Payment Program	0	50,000	400,000	400,000
Senior Living Trust - Endowment for Iowa Health	0	25,000,000	0	0
Total Human Services, Department of Appropriations	252,359,715	209,132,539	206,728,263	189,332,539

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Veterans Affairs, Department of				
VT-Veterans Home Ownership Assistance Program	0	0	0	2,000,000
VT-Enduring Freedom	0	0	0	2,000,000
Total Veterans Affairs, Department of Appropriations	0	0	0	4,000,000
Justice System				
Corrections, Department of				
CBC District I - Tobacco	100,000	228,216	228,216	228,216
CBC District II - Tobacco	396,217	406,217	406,217	406,217
CBC District III - Tobacco	200,359	200,359	200,359	200,359
CBC District IV - Tobacco	291,731	291,731	291,731	291,731
CBC District V - Tobacco	355,693	355,693	355,693	355,693
CBC District VI - Tobacco	100,000	164,741	164,741	164,741
CBC District VII - Tobacco	100,000	232,232	232,232	232,232
CBC District VIII - Tobacco	100,000	300,000	300,000	300,000
Iowa Corrections Offender Network-TRF 0943	0	500,000	500,000	500,000
Ft. Madison SNU - Tobacco	1,187,285	1,497,285	1,497,285	1,497,285
Newton Value Based Treatment	310,000	310,000	0	0
Total Corrections, Department of Appropriations	3,141,285	4,486,474	4,176,474	4,176,474
Law Enforcement Academy				
ILEA - RIIF Funds	0	0	320,000	0
ILEA Technology Projects - TRF - 0943	0	50,000	75,000	0
Total Law Enforcement Academy Appropriations	0	50,000	395,000	0
Parole, Board of				
Parole Board Technology Projects - TRF 0943	0	75,000	75,000	0
Total Parole, Board of Appropriations	0	75,000	75,000	0
Public Safety, Department of				
DPS-Local Fire Revolving Prog	500,000	0	0	0
Fire Marshal School Infrastruc	50,000	0	0	0
Total Public Safety, Department of Appropriations	550,000	0	0	0
Transportation				
Transportation, Department of				
PRF - DAS	863,497	860,000	888,000	888,000
RUTF - DAS	140,616	140,000	145,000	145,000
Mississippi River Parkway Comm	40,000	40,000	40,000	40,000
Transportation Maps	275,000	235,000	242,000	242,000
Road/Weather Conditions Info	100,000	100,000	100,000	100,000
PRF-Operations	34,081,559	35,016,403	38,311,652	38,311,652
PRF-Administrative Services	3,473,167	3,400,067	0	0

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
PRF-Planning & Program	8,978,251	9,227,088	8,920,908	8,920,908
PRF-Maintenance	194,812,346	206,354,880	209,436,880	209,436,880
PRF-Motor Vehicle	1,283,891	1,393,456	1,384,000	1,384,000
PRF-DOT Unemployment	328,000	328,000	328,000	328,000
PRF-DOT Workers' Compensation	2,738,000	3,011,520	2,592,000	2,592,000
Indirect Cost Recoveries	748,000	748,000	748,000	748,000
Auditor Reimbursement	338,840	346,580	364,000	376,212
Biodiesel Fuel	1	0	0	0
RUTF-Operations	5,548,160	5,667,786	6,237,000	6,237,000
RUTF-Administrative Services	560,122	548,222	0	0
RUTF-Planning & Programs	470,476	484,994	470,000	470,000
RUTF-Unemployment Compensation	17,000	17,000	17,000	17,000
RUTF-Workers' Compensation	114,000	125,480	108,000	108,000
Drivers' Licenses	2,820,000	2,820,000	3,047,000	3,047,000
Indirect Cost Recoveries	102,000	102,000	102,000	102,000
Auditor Reimbursement	55,160	56,420	59,000	60,988
Personal Delivery of Services DOT	225,000	225,000	225,000	225,000
County Treasurer Equipment Standing	650,000	650,000	650,000	650,000
Garage Fuel & Waste Management	800,000	800,000	800,000	800,000
Aviation Improvements	564,792	564,000	0	0
RUTF-Motor Vehicle	32,040,203	33,205,657	33,347,113	33,347,113
PRF-Inventory & Equipment Replacement	0	2,250,000	2,250,000	2,250,000
County Treasurers Support	1,268,000	2,064,000	1,832,000	1,832,000
Field Facility Deferred Maint.	351,500	351,500	351,500	351,500
I-35 Corridor Coalition	50,000	50,000	50,000	50,000
Commercial Air Service Airports	0	0	1,500,000	1,500,000
General Aviation Airports	750,000	0	750,000	750,000
Recreational Trails	1,000,000	0	2,000,000	2,000,000
Rail Assistance Program	35,959	235,000	2,000,000	2,000,000
Commercial Air Service Airports	1,500,000	0	0	0
DOT - IRP/IFTA	0	1,000,000	1,000,000	1,000,000
DOT - Reporting Database	0	500,000	0	0
Commercial Air Service Airports - FY 2007	0	1,500,000	0	0
General Aviation Airports - FY 2007	0	750,000	0	0
Recreational Trails - FY 2007	0	2,000,000	0	0
Public Transit Infrastructure Fund - FY 2007	0	2,200,000	0	0
Airport Improvements	0	0	1,600,000	1,600,000
Public Transit Assistance	0	0	2,200,000	2,200,000
Total Transportation, Department of Appropriations	297,123,540	319,368,053	324,096,053	324,110,253
Capital				
Corrections Capital				
ISP Electrical Lease	333,168	333,168	333,168	0
Oakdale 170 Bed	11,700,000	0	0	0
DOC-Davenport CBC Facility	3,750,000	0	0	0

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
DOC Capitals Request	0	0	15,182,680	6,495,000
DOC Major Maintenance Request	0	0	38,868,773	0
DOC Davenport CBC Facility - RC2	0	3,750,000	0	0
DOC Fort Dodge CBC Facility - RC2	0	1,000,000	0	0
DOC Anamosa Dietary Renovation - RC2	0	0	0	1,400,000
Anamosa Kitchen - 0198 Tobacco	2,440,000	0	0	0
DOC/Parole Board - Jesse Parker Bldg Rent - RIIF	105,300	0	0	0
Anamosa Dietary - RIIF	940,000	0	0	0
Fort Dodge CBC Residential Facility - RIIF	50,000	0	2,450,000	2,450,000
Training Center/CBC VII Rent	122,000	0	0	0
DOC Prison Systems Study	0	500,000	0	0
CBC 6 - Cedar Rapids Mental Health Facility	0	1,000,000	0	0
Oakdale One-times FY 06 (0198-RC1)	3,376,519	0	0	0
Fort Dodge CBC Residential Facility FY 06 (0198-RC1)	1,400,000	0	0	0
DOC Prison Infrastructure Construction Planning-FY08-RIIF	0	0	0	500,000
Total Corrections Capital Appropriations	24,216,987	6,583,168	56,834,621	10,845,000
Cultural Affairs Capital				
Battle Flags	220,000	220,000	220,000	220,000
Great Places Capitals	0	3,000,000	0	0
Historic Preservation	0	800,000	800,000	800,000
Historic Preservation	500,000	0	0	0
American Gothic Visitors Center	0	250,000	0	0
Iowa Veteran's Oral Histories	0	1,000,000	0	0
Historical Exhibits	0	0	300,000	0
Sites Maintenance	0	0	250,000	0
Records Center Rent - FY08 RIIF Request	0	0	185,768	0
Great Places Capitals	0	0	3,000,000	3,000,000
Total Cultural Affairs Capital Appropriations	720,000	5,270,000	4,755,768	4,020,000
Economic Development Capitals				
Tobacco DED ACE Infrastructure	1,500,000	0	0	0
Novel Protein Facility	(3,268,696)	0	0	0
Port Authority - IDED	0	80,000	0	0
DED ACE Infrastr (RestrCap2)	0	5,500,000	0	0
Total Economic Development Capitals Appropriations	(1,768,696)	5,580,000	0	0
State Fair Authority Capital				
State Fair Capitals FY 07	0	1,000,000	0	0
State Fair Capitals FY 06	750,000	0	0	0
Agricultural Exhibition Center	0	0	0	3,000,000

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Total State Fair Authority Capital Appropriations	750,000	1,000,000	0	3,000,000
Administrative Services - Capitals				
Statewide Demolition Funding	0	0	1,000,000	0
Capitol Complex Alternative Energy Systems	0	0	250,000	450,000
Central Energy Plant & Facilities Mgmt Additions & Improve	0	0	998,000	998,000
Hoover Building HVAC Improvements	0	0	1,320,000	1,320,000
Wallace Building	625,000	0	0	0
DGS-Cap.Inter.Rest 03	4,500,000	0	0	0
GSE-Records Center Remodel	4,700,000	0	0	0
DGS-Major Renovation	3,000,000	0	0	0
DGS-Routine Maintenance	2,000,000	0	0	0
Vehicle Dispatch Fleet Relocation	0	0	350,000	350,000
DGS-Leases/Assistance	1,824,000	0	1,824,500	1,824,500
DGS-Routine Maintenance	0	0	20,000,000	5,000,000
Capitol Complex New Parking Structure Planning	0	0	150,000	0
DHS-CCUSO Renovation	1,400,000	0	0	0
DHS - IJH Powerhouse	1,161,045	0	7,035,000	7,035,000
DHS-CCUSO Rest Cap	650,000	0	0	0
DHS - Toledo Renovation	0	1,521,045	0	0
Statewide Major Maintenance	291,891	0	0	0
Complex Utility Tunnel	0	0	5,309,200	5,309,200
Capitol Complex Property Acquisition & Related Services	0	0	1,000,000	1,000,000
Repairs to Parking Lots and Sidewalks	0	0	1,650,000	1,650,000
West Capitol Terrace Restoration/ Removal Parking Lot 8	0	0	1,600,000	1,600,000
Replace Court Ave Bridge	0	0	900,000	0
VIF - Major Maintenance	5,623,200	10,000,000	40,000,000	40,000,000
East Parking Lot Restoration	0	0	340,000	0
Capitol Interior/Exterior	0	0	6,300,000	6,300,000
Capitol Complex Electrical Distribution System Upgrade	1,843,878	0	4,260,960	4,260,960
Terrace Hill Maintenance	571,000	75,000	50,000	0
Planning for the Renovation of Grimes State Office Building	0	0	750,000	0
Renovation of 1000 E. Grand for Asbestos Abatement	0	0	1,000,000	4,000,000
DHS Iowa Juvenile School Home New Education & Infirmary Buil	0	0	3,100,000	3,100,000
DGS-Leases/Assistance	0	1,824,500	0	0
Capitol Interior	0	6,830,000	0	0
DGS-Routine Maintenance	0	2,536,500	0	0
Woodward Resource Center Wastewater Treatment Plant	0	2,443,000	0	0

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Capitol Complex Electrical Distribution System Upgrade	3,468,801	0	0	0
Design Construc New State Office Bldg FY07	0	37,585,000	0	0
DHS TOLEDO EDUC INFIRMARY BLDG FY07	0	5,030,668	0	0
Purchase Land FY07	0	500,000	0	0
ITE Pooled Technology	0	3,358,334	3,792,200	3,792,200
Records and Property Ctr Remodeling FY06	2,200,000	0	0	0
West Capitol Terrace Restoration FY06	2,300,000	0	0	0
Parking Lot Repairs on Capitol Complex FY06	1,545,000	0	0	0
New State Building	0	0	16,100,000	16,100,000
Service Oriented Architecture	0	0	254,992	254,992
Workers' Monument	0	0	0	200,000
Total Administrative Services - Capitals Appropriations	37,703,815	71,704,047	119,334,852	104,544,852
Human Services Capital				
Health/Safety/Loss	0	0	2,989,500	0
Maintenance	0	0	260,000	0
Major Projects	0	0	2,000,000	750,000
Residential Treatment Center Facility	250,000	300,000	0	0
Family Resource Center Facility	250,000	0	0	0
CSRU Payment Processing Equipment	0	0	0	272,000
Total Human Services Capital Appropriations	500,000	300,000	5,249,500	1,022,000
Natural Resources Capital				
F&G-Capitals	8,500,000	0	0	0
DNR-Lewis & Clark Rural Water	2,500,000	0	0	0
Park Operations & Maintenance	2,000,000	2,000,000	2,000,000	2,000,000
Air Quality Monitoring	0	275,000	275,000	325,000
Water Quality Monitoring	2,955,000	2,955,000	2,955,000	2,955,000
Volunteers and Keepers of Land	100,000	100,000	100,000	100,000
DESTINATION PARK-DNR	3,000,000	0	0	0
Lake Dredging	1,500,000	975,000	975,000	975,000
Marine Fuel Tax Projects	2,300,000	2,500,000	2,500,000	0
GIS Information for Watershed	195,000	195,000	195,000	195,000
DNR-Destination Park	(3,000,000)	0	0	0
Water Quality Protection	500,000	500,000	500,000	500,000
REAP	11,000,000	11,000,000	11,000,000	11,000,000
Lake Corneila	429,000	0	0	0
Waubonsie State Park	1,500,000	0	0	0
Fort Atkinson Restoration	500,000	0	0	0
Mid-America Port Commission	80,000	0	0	0
Air Quality Monitoring	275,000	0	0	0

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
IA's Special Areas	0	1,500,000	1,500,000	0
Tire Reclamation	0	50,000	0	0
Lake Darling State Park Shelter	0	250,000	0	0
DNR Lakes Restoration & Water Quality	0	8,600,000	0	0
Resource, Conservation & Development Projects	0	300,000	0	0
State Park Infrastructure Renovations	1,000,000	0	0	0
State Parks Infrastructure Renovations	0	0	1,000,000	1,000,000
DNR Lakes Restoration & Water Quality	0	0	8,600,000	8,600,000
Marine Fuel Tax Projects	0	0	0	2,300,000
Total Natural Resources Capital Appropriations	35,334,000	31,200,000	31,600,000	29,950,000
Public Defense Capital				
Ottumwa Armory Addition/Alteration	0	0	1,000,000	1,000,000
DPD-Facility Maintenance. VIFund.	1,269,000	0	0	0
DPD-Camp Dodge Water Treatment VIFund.	1,939,800	0	0	0
DPD-Fort Dodge Readiness Center VIFund	608,000	0	0	0
Camp Dodge Armed Forces Readiness Center Addition/Alteration	0	100,000	50,000	50,000
Armory Maintenance (RestrCap1)	1,500,000	0	0	0
DPD-Iowa City Readiness Center (RestrCap2)	0	1,444,288	0	0
Waterloo Aviation Readiness Center/Addition/Alteration (RC2)	0	1,236,000	0	0
Spencer Armory Addition/Alteration (RestrCap2)	0	689,000	0	0
STARCOMM (RIIF)	0	1,000,000	2,000,000	2,000,000
IT Upgrades	0	75,000	111,000	111,000
STARCOMM (RestrCap2)	0	600,000	0	0
Waterloo Aviation Readiness Center Addition/Alte (RstrCap1)	399,000	0	0	0
Camp Dodge Water Treatment Facility Upgrade (RestrCap1)	750,000	0	0	0
Newton Readiness Center Addition/Alteration	0	0	400,000	400,000
Eagle Grove Readiness Center Addition/Alteration	0	0	400,000	400,000
Law Enforcement/National Guard Shoot House	0	0	500,000	500,000
Facility/Armory Maintenance (RIIF)	0	0	1,500,000	1,500,000
Camp Dodge Water Project - Phase 3 (RIIF)	0	0	400,000	400,000
Iowa City Readiness Center - Phase 4 (RIIF)	0	0	1,200,000	1,200,000

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Waterloo Aviation Readiness Center - Phase 2 (RIIF)	0	0	1,500,000	1,500,000
Total Public Defense Capital Appropriations	6,465,800	5,144,288	9,061,000	9,061,000
Public Safety Capital				
DPS-AFIS Lease Purchase	550,000	0	0	0
DPS-Fire Service Training Bureau - Training Centers	800,000	2,300,000	0	0
DPS Mason City Post 8	0	0	0	2,400,000
Dubuque Regional Emergency Responder Training Facility	100,000	0	0	0
Law Enforcement Training Track at Newton	0	800,000	0	0
DPS Fire Service Training Bureau/ Training Cntr (Fd 0942-RC2)	0	2,000,000	0	0
DPS - ISP Mason City Post - 0198 - RC1	2,400,000	0	0	0
AFIS - TRF 0943	0	550,000	560,000	560,000
DPS Tech Projects - TRF 0943	0	943,000	2,900,000	1,900,000
Total Public Safety Capital Appropriations	3,850,000	6,593,000	3,460,000	4,860,000
Regents Capital				
Gilchrist Hall Repair and Restoration	2,000,000	0	0	0
UNI Playground Safety	500,000	500,000	0	0
SUI College of Public Health Academic Building	0	0	18,700,000	9,100,000
ISU Chemistry Facilities	0	0	53,900,000	2,192,000
UNI Electrical Distribution Loop System	0	0	5,800,000	625,000
School of the Deaf/IBSSS Maintenance	500,000	0	0	0
Major Renovation & Repair, Health, Life, Fire Safety, ADA	0	10,000,000	0	0
Fire Safety and Deferred Maint All Institut - RIIF	6,250,000	0	25,000,000	0
FY 07 Biosciences Vertical Infrastructure	0	5,000,000	0	0
FY 07 Biosciences Vertical Infrastructure (RIIF)	0	1,800,000	0	0
SUI Hygienic Laboratory	0	8,350,000	15,650,000	15,650,000
ISU Veterinary Laboratory	0	2,000,000	0	0
Major Renovation/Repair, Health, Life, Safety, ADA	0	6,200,000	0	0
Endowments and Salaries	0	5,000,000	0	0
Novel Proteins Facility Construction/ Equipment	0	1,000,000	0	0
SUI - Old Music Building Renovation	0	0	4,200,000	0
SUI - Pentacrest Renewal and HVAC Modernization	0	0	13,000,000	0
UNI - Sabin Hall Renovation	0	0	11,800,000	0
Regents Tuition Replacement	0	0	0	10,329,981

All Other Funds Appropriation Detail by Function (Continued)

Function				
Special Department				
Appropriation	FY 2006 Actuals	FY 2007 Current Year Budget Estimate	FY 2008 Total Department Request	FY 2008 Total Governor's Recommended
Regents - Iowa Center for Regenerative Medicine	0	0	0	10,000,000
Fire Safety and Deferred Maintenance	0	0	0	10,000,000
Total Regents Capital Appropriations	9,250,000	39,850,000	148,050,000	57,896,981
Transportation Capitals				
Scale & Inspection Sites FY 01	2,133	0	0	0
Motor Vehicle Division Building	9,350,000	0	0	0
DOT Capitals - Garage Roofing Projects	150,000	100,000	100,000	100,000
DOT Capitals - Utility Improvements	150,000	400,000	400,000	400,000
DOT Capitals - Heating, Cooling, Exhaust System Improvements	250,000	100,000	100,000	100,000
DOT Capitals - Fairfield Garage	0	2,500,000	0	0
DOT Capitals - ADA Improvements	0	200,000	200,000	200,000
DOT Capitals - Ames Complex Pave S. Parking Lot	0	200,000	0	0
DOT Capitals - Ames Complex Elevator Upgrade	0	100,000	100,000	100,000
Clarinda Garage FY 08	0	0	2,300,000	2,300,000
Scale Maintenance FY 08	0	0	100,000	100,000
Total Transportation Capitals Appropriations	9,902,133	3,600,000	3,300,000	3,300,000
Education Capital				
Enrich Iowa	900,000	1,200,000	1,000,000	1,000,000
DTV Conversion	8,000,000	0	0	0
IPTV Capitals	2,000,000	0	2,275,000	1,275,000
Community College Infrastructure	2,000,000	0	2,000,000	2,000,000
Community College Infrastructure	0	2,000,000	0	0
UPS	0	315,000	0	0
Analog Transm Repl	0	1,425,000	0	0
Digital TV Conversion	0	2,300,000	0	0
Iowa Learning Technologies	0	500,000	500,000	500,000
Total Education Capital Appropriations	12,900,000	7,740,000	5,775,000	4,775,000
Veterans Affairs Capitals				
Veterans Affairs Capitals Request	0	0	2,000,000	0
Veterans Affairs Major Maintenance	0	0	150,086	0
Veterans Affairs Capitals-Restricted Fund	0	6,200,000	0	0
Total Veterans Affairs Capitals Appropriations	0	6,200,000	2,150,086	0
Blind Capitals, Department for the				
Blind Building Renovation FY07	0	4,000,000	0	0
Total Blind Capitals, Department for the Appropriations	0	4,000,000	0	0
Total All Other Funds Appropriation Detail by Function Appropriations	1,191,626,897	1,274,035,639	1,507,564,615	1,316,298,348

“It’s our time to accept the challenge, to explore and discover Iowa’s unlimited potential. Let us work together in a sincere and inclusive way, to create ‘One Iowa.’ After all, we serve the same Iowans, they are counting on us, and this state’s future belongs to all of us. It doesn’t matter whether you are a Republican, Democrat or Independent. Whether you live in rural Iowa or urban Iowa. Whether you are a native Iowans or a new arrival. Young or old. What does matter is that we lock arms for the common good and tap our gold mine of potential.”

Governor Culver’s Inaugural Address
January 12, 2007